January 28, 1985

Dear Citizens:

I am pleased to report to you that for the fourth consecutive year, the District achieved an excess of revenues over expenditures in its General Fund. Revenues were $2,403.0 million and expenditures and other uses were $2,385.5 million resulting in an excess of $17.5 million. As Mayor, I take very seriously my responsibility not only for the "bottom line" but for safeguarding the assets of the District against loss from unauthorized use or disposition and for employing qualified, trustworthy managers.

This has been an exciting year in which we have seen the resolution of several problems which had concerned our citizens and employees alike for many years. These include:

- The resolution of the *Chadha* case which called into question the constitutionality of Home Rule. By working with Congress to amend the Home Rule Act, we succeeded in removing this threat to our form of elected government.
- For the first time the District was able to sell its Revenue Anticipation Notes and Bonds in the public markets after obtaining investment grade ratings from the national credit rating agencies.
- A regional five-year agreement covering waste water treatment and sludge removal was signed with our neighboring jurisdictions. This will resolve past disagreements over the disposal of sludge and will allow more efficient use of resources at our Blue Plains waste water treatment facility.
- An agreement that resolves a 20 year dispute with the Federal government over the ownership and operation of St. Elizabeths Mental Hospital was also concluded. This agreement calls for a transfer of the hospital's property and operations to the District over a six year period beginning October 1, 1985.
- We have also continued to make improvements in the following areas:

  The Federal payment in lieu of taxes was increased 15% from $364.1 million to $417.2 million in 1984.

  The 1984 Summer Youth Program produced over 18,000 meaningful job experiences for our young people.

  Crime index offenses have declined 19% from 68,340 in 1981 to 55,383 in 1984.
- For the third consecutive year, the District was awarded the coveted Certificate of Conformance in Financial Reporting from the Government Finance Officers Association of the United States and Canada. The certificate is awarded only to those jurisdictions whose financial reports comply with rigorous program requirements and standards. Only two other states have received this certificate.

We have accomplished a great deal during the past year, but continued efforts will be required to resolve the complex challenges that remain.

- Due to our unique relationship with the Federal government we must negotiate a resolution to our inherited unfunded pension liability and accumulated deficit. We also must obtain a formula for calculating the Federal payment in lieu of taxes.
- We must also broaden our revenue base in order to meet the challenges of an expanding area transit system, overcrowded prisons, reduce Federal grants and a growing mental health system.

As we complete the tenth year of Home Rule we will continue to promote economic development, increase job opportunities, improve the quality of life and work towards more efficient and effective government that benefits all our citizens.

Sincerely,

Marion Barry

Marion S. Barry, Jr.
Mayor

District of Columbia

Comprehensive Annual Financial Report

Year Ended September 30, 1984

Prepared by:
Office of the Controller

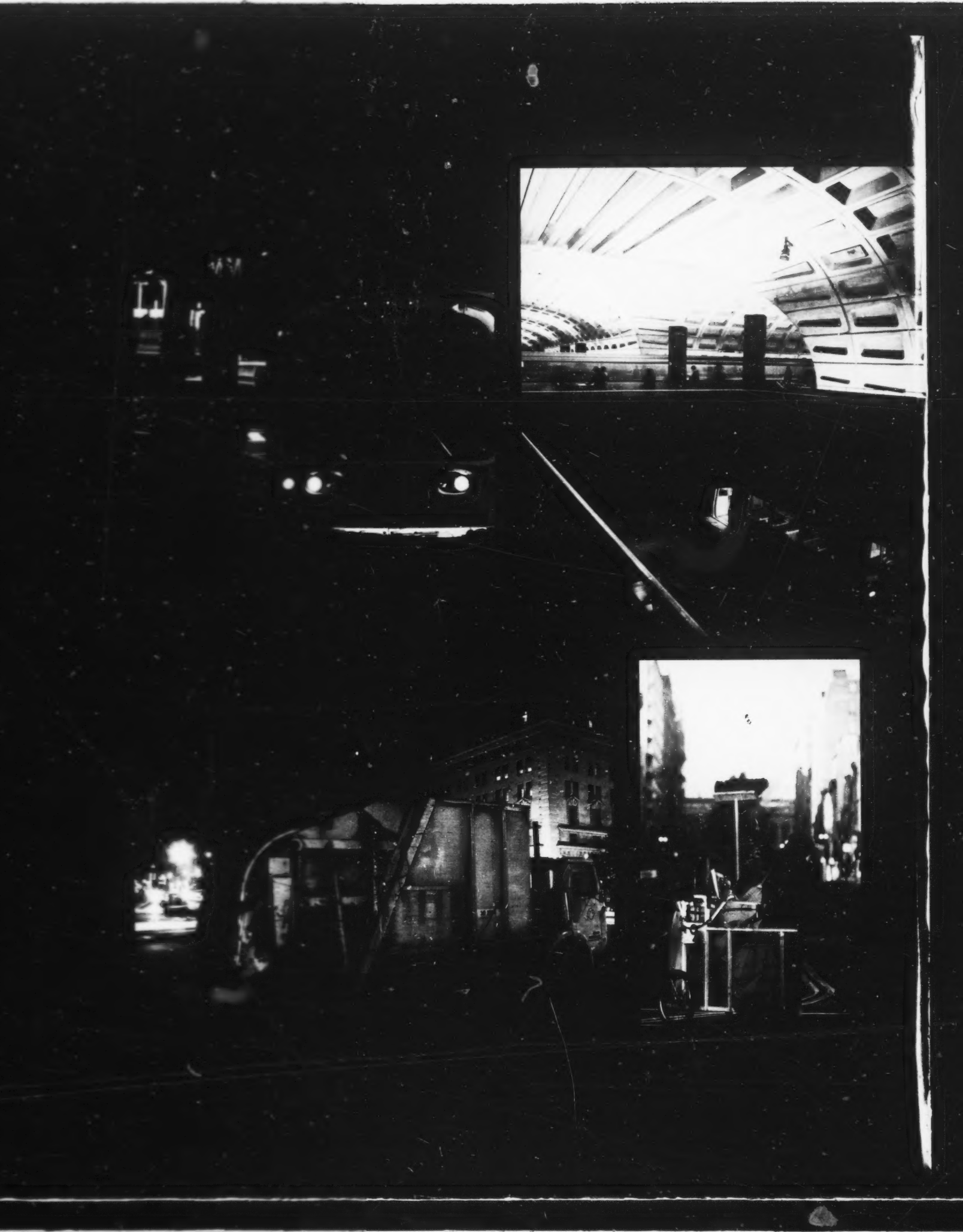
Alphonse G Hill, CPA
Deputy Mayor for Finance

1350 Pennsylvania Avenue, NW
Washington, DC 20004

INTRODUCTORY SECTION

Blue Plains Wastewater Treatment Plant

This section contains the table of contents, letter of transmittal, organization chart, list of principal officials and Certificate of Conformance in Financial Reporting.



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended September 30, 1984

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DISTRICT OF COLUMBIA
OFFICE OF THE DEPUTY MAYOR FOR FINANCE
1350 PENNSYLVANIA AVENUE, NORTHWEST
WASHINGTON, DC 20004

Alphonse G Hill, CPA
Deputy Mayor for Finance
(202) 727-2476

January 28, 1985

The Honorable Marion S. Barry, Jr.,
Mayor of the District of Columbia:

The Comprehensive Annual Financial Report of the District of Columbia, for the fiscal year ended September 30, 1984, is submitted herewith. This report was prepared by the Office of the Controller. Responsibility for both the accuracy of the financial data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data are accurate in all material respects, are presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds, and include all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs. Note 1 in the financial section of this report presents a summary of the significant accounting policies that have been adopted by the District for preparing its financial statements.

The Reporting Entity and Services Provided

This Comprehensive Annual Financial Report covers all funds and account groups of the District government including appropriate combined, combining and individual fund statements, notes to the financial statements, schedules, narrative explanations and statistical tables. Where it enhances communication and understanding of the financial statements, similar funds are aggregated on a functional basis within a fund type.

This report covers all governmental units, public enterprises and "independent agencies" over which the District's elected officials exercise oversight responsibility as defined by generally accepted accounting principles, including:

- *The Courts,* whose judges are appointed by the President of the United States with the consent of the Senate.
- *The Board of Education,* which manages the public schools and whose members are elected on an at-large and ward basis.
- *The General Hospital, Starplex, Convention Center, Lottery and Games, University, Unemployment Compensation* and *Housing Finance Agency,* each of which has a separate governing body appointed by the Mayor and Council.
- *The Retirement Board,* whose members are appointed by the Mayor, Council, and active and retired police officers, fire fighters and teachers.

As the Nation's Capital, a number of governmental activities within the District are part of the Federal government. They include Washington National Airport, John F. Kennedy Center for the Performing Arts, National Gallery of Art, Smithsonian Institution, National Zoological Park, St. Elizabeths Hospital, Washington Aqueduct, Botanic Gardens and most parks. Accordingly, these Federal activities are excluded from this report.

The Washington Metropolitan Area Transit Authority is a joint venture of Maryland, Virginia and the District, and is a separate reporting entity. The District's investment in the joint venture is included in the financial statements in this report. Note 4 in the financial section of this report presents information about the Transit Authority.

The District provides the full range of state, county and city services. This includes public safety (police, fire, corrections and courts), public works (transportation, sanitation and construction), social services (health, welfare and recreation), economic development (planning, housing, employment and regulation), education (schools and libraries) and general administrative services. In addition, the District operates a water and sewer utility service, a general hospital, a stadium and armory complex ("Starplex"), a convention center, a lottery and a university.

Accounting System

The District's accounting system is organized and operated on a fund basis. A fund is a group of functions combined into a separate accounting entity (corresponding to a corporation in the private sector) having its own assets, liabilities, equity, revenues and expenditures/expenses. The types of funds used are determined by generally accepted accounting principles and the number of funds established within each type is determined by sound financial administration. Specialized accounting and reporting principles and practices apply to governmental and expendable trust funds. Proprietary and pension trust funds are accounted for in the same manner as similar business enterprises or nonbusiness organizations.

Internal Control

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary Control

Budgetary control is maintained at the object class and control center level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders which result in an overrun of object class and control center balances are not released until additional appropriations are made available or the overrun is approved by an authorized person. However, expenditures may not legally exceed appropriations at the functional level of classification. All appropriations and encumbrances lapse at the end of each fiscal year except for capital projects.

The District's appropriated budget is enacted on a basis different from financial reporting under generally accepted accounting principles. The principal difference is the exclusion of grant, gift and interfund revenues and related expenditures from the appropriated budget.

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General Fund

Governmental funds consist of the General Fund and the Capital Projects Fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund operations are summarized below ($ millions).

	1984	1983
Revenues	$2,403.0	2,244.8
Expenditures	(2,288.7)	(2,141.0)
Other financing uses	(96.8)	(90.9)
Excess	$ 17.5	12.9

The General Fund had an unreserved fund deficit of $273.0 million at September 30, 1984 represented by floating debt of $580.0 million less current assets of $307.0 million. The unreserved fund deficit reported in the first complete audit for 1980 was $396.9 million.

Revenues

The amount of revenues by source category and the changes from last year are shown in the following tabulation ($ millions).

Source Category	1984 Amount	Percent of Total	Percent Increase (Decrease) from 1983
Property taxes	$ 397.4	16.5%	7.9%
Sales and use taxes	365.6	15.2	10.3
Income and franchise taxes	480.5	20.0	(12.0)
Gross receipts taxes	98.4	4.1	—
Other taxes	56.9	2.4	13.8
Total taxes	1,398.8	58.2	7.9
Licenses and permits	30.3	1.2	2.0
Fines and forfeits	23.4	1.0	3.1
Charges for services	115.6	4.8	(5.4)
Miscellaneous	21.4	0.9	4.4
Total District sources	1,589.5	66.1	6.6
Payment in lieu of taxes	417.2	17.4	14.6
Revenue sharing entitlements	17.9	0.7	6.5
Operating grants	378.4	15.8	1.5
Total Federal sources	813.5	33.9	7.9
Total revenues	$2,403.0	100.0%	7.1%

The amount of tax revenues by source and the variances from budget and last year are shown in the following tabulation ($ millions).

Source	1984 Actual	Variance - Favorable (Unfavorable) From Budget	Variance - Favorable (Unfavorable) From 1983
Property taxes:			
Real	$ 359.4	(5.1)	25.9
Personal	36.2	(2.4)	3.3
Public space rental	1.8	(0.1)	—
Total	397.4	(7.6)	29.2
Sales and use taxes:			
General	297.0	2.0	25.1
Alcoholic beverages	7.2	(0.4)	(0.3)
Cigarette	9.7	0.2	—
Hotel occupancy	4.6	0.1	0.1
Motor fuel	25.3	0.8	2.6
Motor vehicle	21.8	0.8	6.6
Total	365.6	3.5	34.1
Income and franchise taxes:			
Individual income	386.7	13.9	33.9
Corporation franchise	74.9	(2.5)	6.1
Unincorporated business	18.9	1.1	1.3
Total	480.5	12.5	41.3
Gross receipts:			
Public utility	76.2	3.7	2.5
Insurance companies	18.0	1.4	2.1
Financial institutions	4.2	0.5	(13.2)
Total	98.4	5.6	(8.6)
Other taxes:			
Inheritance and estate	17.9	(0.5)	(1.4)
Recordation	21.7	(0.3)	4.9
Transfer	17.3	(0.7)	3.4
Total	56.9	(1.5)	6.9
Total taxes	$1,398.8	12.5	102.9

Expenditures

Changes in levels of expenditures for major functions of the District from the preceeding year are shown in the following tabulation ($ millions).

Function	1984 Amount	Percent of Total	Percent Increase (Decrease) from 1983
Current expenditures:			
Governmental direction and support	$ 68.3	2.9%	23.7%
Economic development and regulation	120.6	5.1	1.9
Public safety and justice	620.1	26.0	10.3
Public education system	473.4	19.8	5.5
Human support services	805.0	33.7	12.1
Public works	241.7	10.1	(3.4)
Add (less) - future employee benefits	(204.5)	(8.6)	(23.7)
	2,124.6	89.0	(6.9)
Debt service - Principal and interest	164.1	6.9	7.1
	2,288.7	95.9	6.9
Net operating transfers to and from proprietary and fiduciary funds	96.8	4.1	6.5
	$2,385.5	100.0%	6.9%

A supplemental appropriation law was enacted reducing current expenditures by $15.9 million. The reduction consisted of unallocated rescissions which were allocated by the Mayor to the six operating functions.

In conformity with National Council on Governmental Accounting (NCGA) Statement 4 and Interpretation 8, the current liability for accumulated vacation leave of $25,181 at September 30, 1984 is the estimated amount to be paid or to expire within the fourth quarter of calendar 1984. The current liability of $47,735 at September 30, 1983 was the estimated amount to be paid within fiscal 1984.

In conformity with NCGA Statement 7 and Interpretation 9, Expendable Trust Funds (Unemployment Compensation and Housing Finance) are reported on Exhibit 2 with governmental fund types, Pension Trust Funds are reported on Exhibits 4 and 5 with proprietary fund types, and the University is reported as an Enterprise Fund. Amounts for 1983 were reclassified to conform to this presentation.

In accordance with Reorganization Plans 4 and 5 of 1983, the total fund deficits of the Internal Service Funds ($6.4 million) and their net fixed assets ($1.5 million) at September 30, 1983 were reclassified to the General Fund and the General Fixed Assets Account Group, respectively.

Capital Projects Fund

During 1984, grants, loans and transfers totaled $143.0 million and capital outlays were $151.8 million which resulted in a "deficiency" of $8.8 million. The capital outlays consisted of $145.8 million for general fixed assets and $6.0 million for proprietary fixed assets. The Capital Projects Fund had a reserved fund balance at the end of the year of $54.8 million.

Proceeds of general obligation note issues are accounted for in the Capital Projects Fund. Completed projects and construction in progress at year end are recorded in the General Fixed Assets Account Group or in the proprietary fund to which they apply. Note 5 in the financial section of this report presents information about the fixed assets of the District.

Enterprise Funds

The District operates six Enterprise Funds as summarized below ($ millions).

Fund	Operating Revenues 1984	Income (Loss) Before Transfers 1984	Income (Loss) Before Transfers 1983	Operating Transfers In (Out) 1984	Operating Transfers In (Out) 1983
Water and Sewer	$117.8	(6.2)	(20.7)	—	—
General Hospital	47.2	(42.8)	(39.2)	43.1	39.1
Starplex	5.6	0.4	1.0	—	—
Convention Center	3.9	(7.5)	(6.6)	7.0	6.1
Lottery and Games	36.1	25.5	12.5	(25.3)	(12.0)
University	5.7	(66.4)	(62.6)	60.8	58.4
	$216.3	(97.0)	(115.6)	85.6	91.6

Wastewater treatment for the District and a substantial portion of suburban Maryland and Virginia is performed at Blue Plains, DC, the world's largest wastewater treatment plant. The Water and Sewer Fund sustained losses in the last five years. User charges recovered 102.2% of cost (excluding depreciation) in 1984 and 88.0% in 1983. A 35% rate increase became effective in 1984 and further 30%, 25%, 15% and 10% increases are scheduled for 1985, 1986, 1987 and 1988, respectively.

The General Hospital Fund operates the 417-bed District of Columbia General Hospital and is a major provider of health services to indigent patients. The Hospital recovered 54.3% of its cost (excluding depreciation) through user charges in 1984 and 55.6% in 1983.

The Starplex Fund operates the Robert F. Kennedy Memorial Stadium and the National Guard Armory. Its operations produced net income in 1984 and 1983.

The Convention Center Fund has retained earnings attributable to tax revenues transferred to the Fund—hotel occupancy tax and surtaxes on incorporated and unincorporated businesses. The Convention Center recovered 41.9% of its cost (excluding depreciation) through user charges in 1984 and 23.7% in 1983.

The lottery is accounted for in the Lottery and Games Fund. The lottery had pretransfer income of $25.5 million in 1984 as compared to $12.5 million in 1983 or, 29.8% and 23.1% on gross revenues, respectively.

The University Fund includes all activities of the University of the District of Columbia which is a "land grant" institution that operates at three campuses—Van Ness Center, Mt. Vernon Square and Harvard Street. The University provides low cost, higher education courses leading to certificate, bachelor and advanced degrees in arts, sciences, teacher education and special career education. The University recovered 7.1% of its cost (excluding depreciation) through user charges in 1984 and 6.7% in 1983.

At September 30, 1984, the Enterprise Funds had combined fund equities of $426.8 million segregated into capital contributions from the Federal and District governments of $461.0 million and unreserved retained deficits of $34.2 million.

Trust Funds

The District's trust funds are classified as Expendable Trust Funds (Unemployment Compensation and Housing Finance) and Pension Trust Funds (for the District Retirement Program covering judges, police officers, fire fighters and public school teachers).

Unemployment Compensation

The Unemployment Compensation Fund had an excess of revenues over expenditures of $41.5 million in 1984 as compared to $3.8 million in 1983. The Fund benefited from a Federal "piggy back tax" during 1984 and 1983 on the Federal unemployment tax.

At September 30, 1984, the Fund had outstanding advances from the Federal Department of Labor of $43.8 million and a reserved fund balance of $13.1 million.

The Unemployment Compensation Fund may request advances from the Federal government for cash deficiencies of the Fund. Such advances are not debt of the District and are not repayable from any sources other than future private employer contributions. The interest on advances, $2.1 million for 1984, was paid from the General Fund.

Housing Finance

The Housing Finance Fund publicly sold its first bond issue for multiple housing in 1982. The General Fund was authorized to make advances to the Housing Finance Fund at an interest rate of 4% per annum for a term of 15 years and with a deferral of repayments for the first three years. Outstanding advances at September 30, 1984 were $3.2 million. The obligation to repay all or part of the advances is subject to the rights of holders of the bonds issued by the Fund and may be repaid only from the excess of revenues over expenditures of the Fund. In 1984, the Fund received a transfer of $1.2 million from the General Fund for current expenditures and had an unreserved fund deficit at year end of $3.2 million.

Pension

All full-time District employees are covered by retirement systems. Employees in permanent positions, approximately 26,000, participate in the Federal government's Civil Service Retirement System. This system requires the District government and employees each to contribute 7% of gross compensation, the same rate as Federal agencies. The District's share ($42.3 million in 1984) together with employee contributions is paid to the Federal Office of Personnel Management which is responsible for administering the system and disbursing benefits which are determined by the Federal government.

A major financial commitment for the District is the funding of benefits for the District Retirement Program. There are 11,300 employees in this Program. The District has responsibility for establishing benefits and setting plan requirements. While the Retirement Program was established in the early 1900s, adequate funding was not established. The Program was operated primarily on a "pay-as-you-go" basis prior to Home Rule. It was estimated that vested accumulated benefits (the amount of cash needed to pay benefits already earned) as of Home Rule commencement on January 2, 1975, were approximately $1.9 billion.

On November 17, 1979, Congress enacted Public Law 96-122 (the District of Columbia Retirement Reform Act), which revised the District Retirement Program. In recognition of a direct Federal responsibility for a portion of the $1.9 billion unfunded actuarial liability incurred prior to Home Rule in 1975, the Act provides for 25 annual Federal payments of $52.1 million from 1980 through 2004 (aggregating $1.3 billion). While the Act defines the minimum annual payment by the District to the plan through 2004, the District determines the annual pension cost on the entry age normal actuarial cost method and accrues the unfunded pension cost as a general long term liability ($1,508.3 million at September 30, 1984). Note 8 in the financial section of this report presents more detailed information about the pension plans of the District.

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Debt Administration

Long Term Debt

Through 1984, the District obtained long term financing from the United States Treasury. The U.S. Treasury provided long term capital project financing without the usual issuance costs associated with governmental debt offerings, but the interest rate charged the District was equivalent to the taxable interest cost of funds to the U.S. Treasury. During fiscal 1984, the rate the District was charged by the U.S. Treasury for new loans was 12.25% vs. 10.75% in 1983. Substantial interest savings are achievable as the District issues debt in the public market at tax exempt interest rates.

At the outset of fiscal 1985, the District successfully implemented the first municipal borrowing program under self-government, with the first public issuance of general obligation bonds and notes. The District anticipates an active program of such financing in the future. A major debt management objective will be to achieve savings by refunding outstanding high-interest Treasury loans with less costly tax-exempt municipal bonds.

The following summarizes the District's general obligation long term debt to the U.S. Treasury as of September 30, 1984 and 1983 ($ millions).

Fund	1984	1983
General	$1,646.6	1,589.5
Water and Sewer	254.9	229.0
Total	$1,901.5	1,818.5

The outstanding debt was $971.9 million when Home Rule began on January 2, 1975.

The Charter provides that the District's annual debt service cost may not exceed 14% of specified nongrant revenues. For 1984, the actual ratio was 8.7%, or $112 million below its ceiling.

The percent of debt to assessed value and the amount of debt per capita are useful indicators of the District's debt position. These data for the District at the end of 1984 and 1983 were as follows.

Indicator	1984	1983
Percent of debt to assessed value	8.0%	7.9%
Debt per capita	$2,643	2,551

Note 6 in the financial section of this report presents more detailed information about the debt position of the District.

Short Term Debt

In 1983, the District borrowed $150 million from the U.S. Treasury to meet seasonal cash flow requirements. In 1984, the District issued general obligation revenue anticipation notes to private investors in the amount of $150 million. These loans were repaid by the end of each fiscal year, when due, in accordance with their terms.

Cash Management

The District follows an aggressive cash management policy which involves continued monitoring of current and projected cash positions. Overnight or long term investments are used to maximize returns on investable cash balances. The District earned $11.0 million from its investments in 1984 and $10.1 million in 1983.

Summary Reports

The Summary of Changes in Cash and Investments (Exhibit S-15) of governmental and expendable trust funds corresponds to the Combined Statement of Changes in Financial Position (Exhibit 5) of proprietary and pension trust funds. The Summary of Financial Activity (Exhibit S-16) of governmental, expendable trust and proprietary funds is a one-page report combining operating performance on a cost of services basis with financial performance. It provides information that can be helpful to users in making economic decisions.

Component Unit Financial Statements

Financial statements are issued by the Public Schools, Water and Sewer, General Hospital, Convention Center, Lottery and Games, University, Unemployment Compensation, Housing Finance and Pension component units of the District. Copies of these statements may be obtained by writing to the respective organization units.

Independent Audit

District law (D.C. Code 47-119) requires an annual audit of the financial operations of the District government by an independent certified public accountant. The audit must be conducted in accordance with generally accepted auditing standards and the financial statements must be prepared in conformity with generally accepted accounting principles. This requirement has been complied with and the auditor's opinion has been included in this report.

Certificate of Conformance

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Conformance in Financial Reporting to the District of Columbia for its Comprehensive Annual Financial Report for the year ended September 30, 1983. In order to be awarded a Certificate of Conformance, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Conformance is valid for a period of one year only. We believe that our current report continues to conform to Certificate of Conformance Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgements

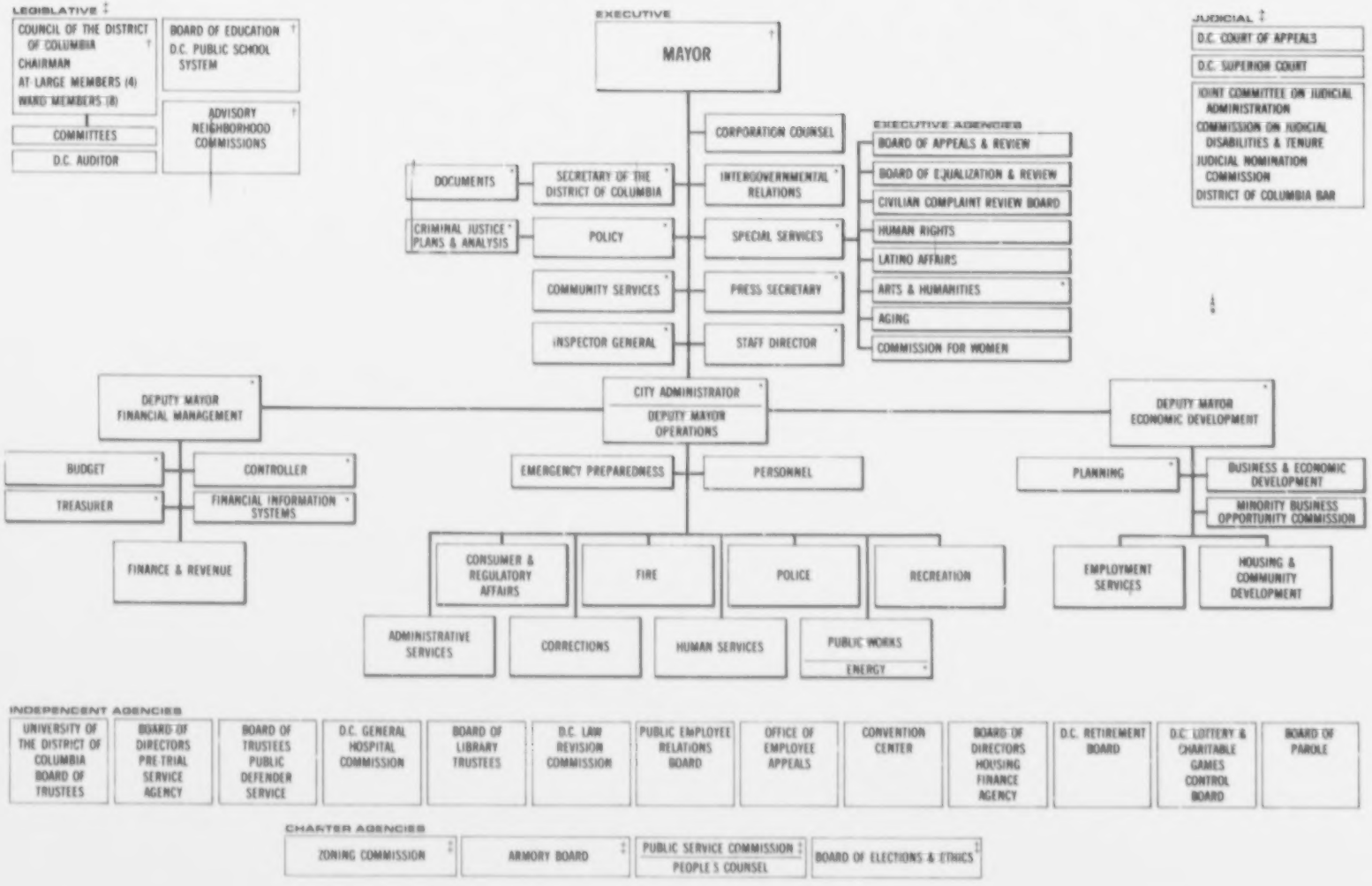
The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the staff of the Controller's Office. We would like to express our appreciation to all members of the staff who assisted and contributed to its preparation. We would also like to thank the Mayor and members of the Council for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,

Alphonse G Hill, CPA
Deputy Mayor for Finance

N. Anthony Calhoun
Controller

ORGANIZATION CHART



* EXECUTIVE OFFICE OF THE MAYOR
‡ NOT SUBJECT TO MAYOR'S REORGANIZATION AUTHORITY
† ELECTED OFFICE
SEE ATTACHED LIST FOR BOARDS/COMMITTEES CREATED BY STATUTE AND EXECUTIVE ORDER

REGIONAL BODIES

METROPOLITAN WASHINGTON COUNCIL OF GOVERNMENTS
NATIONAL CAPITAL PLANNING COMMISSION
WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY
WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

PRINCIPAL OFFICIALS

January 2, 1985

Name	Position	Term Expires
Chief Executive Officer		
Marion S. Barry, Jr.	Mayor	1987
Executive Officers		
Thomas M. Downs	City Administrator/Deputy Mayor for Operations	
Alphonse G Hill	Deputy Mayor for Finance	
Curtis R. McClinton, Jr.	Deputy Mayor for Economic Development	
Inez S. Reid	Corporation Counsel	
Clifton B. Smith	Secretary of the District of Columbia	
N. Anthony Calhoun	Controller	
Melvin W. Jones	Finance and Revenue Director	
Elizabeth C. Reveal	Budget Director	
Joyce Blalock	Inspector General	
Council		
David A. Clarke	Chairman	1987
Betty Ann Kane	At Large	1987
Hilda H. Mason	At Large	1987
John L. Ray	At Large	1989
Carol Schwartz	At Large	1989
Frank Smith, Jr.	Ward 1	1987
John A. Wilson	Ward 2	1989
Polly Shackleton	Ward 3	1987
Charlene Drew Jarvis	Ward 4	1989
William R. Spaulding	Ward 5	1987
Nadine P. Winter	Ward 6	1987
H. R. Crawford	Ward 7	1989
Wilhelmina J. Rolark	Ward 8	1989
Chief Judges		
William C. Pryor	Court of Appeals	1988
H. Carl Moultrie, I	Superior Court	1986
House of Representatives		
Walter E. Fauntroy	Delegate	1987

Certificate of Conformance in Financial Reporting

Presented to

District of Columbia

For its Comprehensive Annual Financial Report for the Fiscal Year Ended September 30, 1983

A Certificate of Conformance in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to governmental units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) are judged to substantially conform to program standards.

President

Executive Director

FINANCIAL SECTION

This section contains two subsections: General Purpose Financial Statements and Combining and Individual Fund Statements and Schedules.

GENERAL PURPOSE FINANCIAL STATEMENTS

These basic financial statements provide a summary overview of the financial position of all fund types and account groups and of the operating results of all fund types.

BERT W. SMITH, JR., & CO. | Coopers & Lybrand | Hill, Taylor & Co.

REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

To the Mayor and Members of the
Council of the District of Columbia:

We have examined the general purpose financial statements of the District of Columbia as of and for the year ended September 30, 1984, as listed in the table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the general purpose financial statements referred to above present fairly the financial position of the District of Columbia at September 30, 1984, and the results of its operations and the changes in financial position of its proprietary fund types and pension trust funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as the combining and individual fund statements and schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the District of Columbia. The information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Bert W. Smith Jr & Co

Hill Taylor & Co

Coopers & Lybrand

1800 M Street, NW
Washington, DC 20036
January 25, 1985

Exhibit 1

ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET

September 30, 1984
($000s)

	Governmental Fund Types		Proprietary Fund Types	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
	General	Capital Projects	Enterprise (Note 11)	Trust and Agency	General Fixed Assets	General Long Term Liabilities	1984	1983
ASSETS								
Current Assets:								
Cash and investments	$ 46,804	56,476	45,656	—	—	—	148,936	140,233
Receivables (net of allowances for uncollectibles)	116,289	—	53,770	—	—	—	170,059	190,754
Due from Federal government (note 2)	89,451	26,775	5,750	—	—	—	121,976	106,502
Due from other funds (note 3)	38,000	—	—	—	—	—	38,000	31,114
Inventory	13,345	1,552	6,438	—	—	—	21,335	22,181
Other current assets	3,113	118	3,815	—	—	—	7,046	5,174
Total current assets	307,002	84,921	115,429	—	—	—	507,352	495,958
Long Term Assets:								
Due from other governments	—	—	19,977	—	—	—	19,977	24,300
Advance to other funds (note 3)	3,154	—	—	—	—	—	3,154	2,112
Total long term assets	3,154	—	19,977	—	—	—	23,131	26,412
Fixed Assets (Note 5):								
Property and equipment	—	—	865,231	—	2,853,056	—	3,718,287	3,537,975
Less - accumulated depreciation	—	—	186,523	—	988,300	—	1,174,823	1,099,059
Net fixed assets	—	—	678,708	—	1,864,756	—	2,543,464	2,438,916
Restricted Assets:								
Cash and investments	—	—	—	612,257	—	—	612,257	437,170
Due from Federal government (note 2)	—	—	—	614,529	—	—	614,529	624,700
Due from other funds (note 3)	—	—	—	14,190	—	—	14,190	12,614
Due from others (net of allowances for uncollectibles)	—	—	—	55,104	—	—	55,104	43,121
Other restricted assets	—	—	—	1,762	—	—	1,762	942
Total restricted assets	—	—	—	1,297,842	—	—	1,297,842	1,118,547
Resources to be provided in future years	—	—	—	—	—	3,298,751	3,298,751	3,037,086
Total assets	$310,156	84,921	814,114	1,297,842	1,864,756	3,298,751	7,670,540	7,116,919

The accompanying notes are an integral part of this statement.

	Governmental Fund Types		Proprietary Fund Types	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
	General	Capital Projects	Enterprise (Note 11)	Trust and Agency	General Fixed Assets	General Long Term Liabilities	1984	1983
LIABILITIES AND FUND EQUITY								
Current Liabilities:								
Accounts payable	$105,265	21,604	34,341	—	—	—	161,210	168,033
Compensation liabilities	75,663	—	16,542	—	—	—	92,205	107,950
Due to Federal government (note 2)	139,548	—	34,039	—	—	—	173,587	161,480
Due to other funds (note 3)	14,190	—	38,000	—	—	—	52,190	43,629
Accrued liabilities	97,336	—	—	—	—	—	97,336	93,866
Deferred revenues	140,333	8,517	4,210	—	—	—	153,060	147,836
Other current liabilities	7,681	—	5,000	—	—	—	12,681	14,533
Total current liabilities	580,016	30,121	132,132	—	—	—	742,269	737,327
Long Term Liabilities:								
Due to Federal government (note 2)	—	—	254,869	—	—	1,646,633	1,901,502	1,818,511
Advance from other funds (note 3)	—	—	—	3,154	—	—	3,154	2,112
Other long term liabilities (note 6)	—	—	272	—	—	1,652,118	1,652,390	1,447,924
Total long term liabilities	—	—	255,141	3,154	—	3,298,751	3,557,046	3,268,547
Liabilities Payable from Restricted Assets:								
Due to Federal government (note 2)	—	—	—	43,810	—	—	43,810	64,323
Due to other funds (note 3)	—	—	—	—	—	—	—	99
Due to others	—	—	—	177,096	—	—	177,096	94,073
Total restricted liabilities	—	—	—	220,906	—	—	220,906	158,495
Total liabilities	580,016	30,121	387,273	224,060	—	3,298,751	4,520,221	4,164,369
Commitments and Contingent Liabilities (Notes 13 and 14)								
Fund Equity:								
Contributed capital (note 5)	—	—	461,080	—	—	—	461,080	457,065
Investment in general fixed assets (note 5)	—	—	—	—	1,864,756	—	1,864,756	1,790,260
Retained earnings (deficit) since October 1, 1978	—	—	(34,239)	—	—	—	(34,239)	(28,992)
Fund balances:								
Reserved for:								
Long term assets	3,154	—	—	—	—	—	3,154	2,112
Encumbrances	—	54,800	—	—	—	—	54,800	70,239
Net restricted assets	—	—	—	1,076,936	—	—	1,076,936	960,052
Unreserved (deficit)	(273,014)	—	—	(3,154)	—	—	(276,168)	(298,186)
Total retained earnings/fund balances (deficit) (note 10)	(269,860)	54,800	(34,239)	1,073,782	—	—	824,483	705,225
Total fund equity (deficit)	(269,860)	54,800	426,841	1,073,782	1,864,756	—	3,150,319	2,952,550
Total liabilities and fund equity	$310,156	84,921	814,114	1,297,842	1,864,756	3,298,751	7,670,540	7,116,919

Exhibit 2

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended September 30, 1984
($000s)

	Governmental Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Capital Projects	Expendable Trust	1984	1983
Revenues:					
Taxes	$1,398,812	—	—	1,398,812	1,295,927
Licenses and permits	30,338	—	—	30,338	29,728
Fines and forfeits	23,343	—	—	23,343	22,658
Charges for services	115,556	—	—	115,556	122,239
Benefit contributions	—	—	127,948	127,948	132,203
Miscellaneous	21,402	—	8,968	30,370	22,621
Intergovernmental (note 12)	813,544	46,223	—	859,767	796,457
Total revenues	2,402,995	46,223	136,916	2,586,134	2,421,833
Expenditures:					
Current:					
Governmental direction and support	68,317	—	—	68,317	55,196
Economic development and regulation	120,591	—	9,478	130,069	121,004
Public safety and justice	620,122	—	—	620,122	562,178
Public education system	473,474	—	—	473,474	448,763
Human support services	804,963	—	86,473	891,436	846,706
Public works	241,712	—	—	241,712	250,227
Add (less) - employee benefits recorded as other long term liabilities	(204,517)	—	—	(204,517)	(165,259)
Capital outlays	—	151,755	—	151,755	169,814
Debt service:					
Principal	27,852	—	—	27,852	26,340
Interest	136,252	—	—	136,252	126,877
Total expenditures	2,288,766	151,755	95,951	2,536,472	2,441,846
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	114,229	(105,532)	40,965	49,662	(20,013)
Other Financing Sources (Uses):					
Proceeds of general obligation notes	—	85,000	—	85,000	113,000
Operating transfers in (out)	(96,769)	11,735	1,187	(83,847)	(90,130)
Total other financing sources (uses)	(96,769)	96,735	1,187	1,153	22,870
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	17,460	(8,797)	42,152	50,815	2,857
Fund Balances (Deficit) at Beginning of Year	(279,411)	63,597	(28,725)	(244,539)	(255,305)
Residual equity transfers	(7,909)	—	—	(7,909)	—
Fund Balances (Deficit) at End of Year	$ (269,860)	54,800	13,427	(201,633)	(252,448)

The accompanying notes are an integral part of this statement.

Exhibit 3

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND RECONCILIATION OF BUDGET (BUDGETARY BASIS) AND ACTUAL (GAAP BASIS)

Year Ended September 30, 1984
($000s)

	Budget	Actual	Variance-Favorable (Unfavorable)
Revenues:			
Taxes	$1,386,266	1,398,812	12,546
Licenses and permits	28,918	30,338	1,420
Fines and forfeits	23,426	23,343	(83)
Charges for services	26,117	28,470	2,353
Miscellaneous	19,747	16,634	(3,113)
Intergovernmental	435,154	435,154	—
Total revenues	1,919,628	1,932,751	13,123
Expenditures:			
Current:			
Governmental direction and support	46,933	45,962	971
Economic development and regulation	59,192	58,537	655
Public safety and justice	491,386	478,437	12,949
Public education system	415,778	415,350	428
Human support services	472,874	473,645	(771)
Public works	192,925	187,393	5,532
Unallocated addition (rescission)	(15,872)	—	(15,872)
Debt service:			
Principal	30,343	30,343	—
Interest	128,393	128,392	1
Total expenditures	1,821,952	1,818,059	3,893
EXCESS OF REVENUES OVER EXPENDITURES	97,676	114,692	17,016
Other Financing Sources (Uses):			
Operating transfers in (out)	(82,676)	(85,291)	(2,615)
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES (BUDGETARY BASIS)	$ 15,000	29,401	14,401
Reconciliation of Budgetary—GAAP Reporting:			
1. To record excess (deficiency) of revenues ($466,731) over (under) expenditures ($463,829) for nonappropriated budget		2,902	
2. To adjust expenditures for decrease (increase) in accruals		(12,391)	
3. To adjust expenditures for increase (decrease) in inventory		(629)	
4. To adjust for expenditures against prior year encumbrances		(1,823)	
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES (GAAP BASIS)		$ 17,460	

The accompanying notes are an integral part of this statement.

Exhibit 4

ALL PROPRIETARY FUND TYPES AND PENSION TRUST FUNDS

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES

Year Ended September 30, 1984
($000s)

	Proprietary Fund Types	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise (Note 11)	Pension Trust	1984	1983
Operating Revenues:				
Charges for services	$216,329	—	216,329	170,693
Benefit contributions	—	198,535	198,535	165,481
Miscellaneous	—	38,103	38,103	93,558
Total operating revenues	216,329	236,638	452,967	429,732
Operating Expenses:				
Personal services	157,367	—	157,367	142,305
Contractual services	69,369	—	69,369	52,768
Supplies	26,717	—	26,717	25,749
Occupancy costs	27,228	—	27,228	26,956
Depreciation	18,543	—	18,543	17,801
Benefit payments	—	161,153	161,153	153,923
Miscellaneous	10,709	—	10,709	17,785
Total operating expenses	309,933	161,153	471,086	437,287
OPERATING INCOME (LOSS)	(93,604)	75,485	(18,119)	(7,555)
Nonoperating Revenues (Expenses):				
Intergovernmental	6,435	—	6,435	6,785
Interest	(13,917)	—	(13,917)	(12,683)
Miscellaneous	4,046	—	4,046	2,987
Total nonoperating revenues (expenses)	(3,436)	—	(3,436)	(2,911)
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(97,040)	75,485	(21,555)	(10,466)
Operating transfers in (out)	85,642	(1,795)	83,847	90,130
NET INCOME (LOSS)	**(11,398)**	**73,690**	**62,292**	**79,664**
Depreciation closed to Contributed Capital	6,151	—	6,151	6,038
INCREASE (DECREASE) IN RETAINED EARNINGS/FUND BALANCES	(5,247)	73,690	68,443	85,702
Retained Earnings/Fund Balances (Deficit) at Beginning of Year	(28,992)	986,665	957,673	871,971
Retained Earnings/Fund Balances (Deficit) at End of Year	$ (34,239)	1,060,355	1,026,116	957,673

The accompanying notes are an integral part of this statement.

Exhibit 5

ALL PROPRIETARY FUND TYPES AND PENSION TRUST FUNDS

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year Ended September 30, 1984
($000s)

	Proprietary Fund Types	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise (Note 11)	Pension Trust	1984	1983
Sources of Cash:				
Operations:				
Income (loss) before operating transfers	$ (97,040)	75,485	(21,555)	(10,466)
Item not requiring cash -				
Depreciation	18,543	—	18,543	17,801
Working capital provided (required)	(78,497)	75,485	(3,012)	7,335
Increase (decrease) in current/restricted liabilities:				
Accounts payable	(538)	—	(538)	5,832
Compensation liabilities	2,800	—	2,800	(2,396)
Due to Federal government	4,248	—	4,248	3,312
Due to other funds	6,985	—	6,985	15,000
Deferred revenues	(3,296)	—	(3,296)	(2,509)
Other current liabilities	3,370	—	3,370	160
Due to others	—	625	625	1,179
Decrease (increase) in current/restricted assets:				
Receivables	2,532	—	2,532	(2,972)
Due from Federal government	(2,361)	13,456	11,095	13,651
Due from other funds	—	(1,437)	(1,437)	(1,060)
Inventory	217	—	217	(725)
Other current assets	554	—	554	568
Due from others	—	(156)	(156)	(244)
Cash provided (required)	(63,986)	87,973	23,987	37,131
Other sources of cash:				
Disposals of long term assets	4,323	—	4,323	—
Disposals of fixed assets	(274)	—	(274)	8
Proceeds of long term liabilities	30,189	—	30,189	51,471
Contributions of capital	10,166	—	10,166	56,006
Operating transfers in	110,920	—	110,920	103,551
Total sources of cash	91,338	87,973	179,311	248,167
Uses of Cash:				
Acquisition of long term assets	—	—	—	24,300
Acquisition of fixed assets	48,321	—	48,321	92,357
Payment of long term liabilities	4,397	—	4,397	4,052
Operating transfers out	25,278	1,795	27,073	13,421
Total uses of cash	77,996	1,795	79,791	134,130
INCREASE (DECREASE) IN CASH AND INVESTMENTS	**13,342**	**86,178**	**99,520**	**114,037**
Cash and Investments at Beginning of Year	**32,314**	**382,143**	**414,457**	**300,420**
Cash and Investments at End of Year	**$ 45,656**	**468,321**	**513,977**	**414,457**

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

September 30, 1984

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY AND SERVICES PROVIDED

Article I, Section 8 of the United States Constitution states, "The Congress shall have the power . . . to exercise exclusive legislation in all cases whatsoever, over such district (not exceeding ten miles square) as may, by cession of particular States, and the acceptance of Congress, become the seat of the government of the United States . . ." The District of Columbia was created and became the Nation's Capital in 1800. Congress granted the District a Charter which went into effect on January 2, 1975 (the District of Columbia Self-Government and Governmental Reorganization Act, Public Law 93-198, approved December 24, 1973). The District operates under an elected Mayor-Council form of government. An act of the Council, other than a budget request act, becomes a law unless it is disapproved by Congress and the President within 30 or 60 legislative days after it is adopted. The Council has no authority to impose any tax on the personal income of any individual who is not a resident of the District. Citizens of the District have the right to vote for President and Vice President of the United States but not for members of Congress. The District has an elected nonvoting delegate to the United States House of Representatives. The judges of the District courts are appointed by the President with the advice and consent of the Senate.

The District provides the following state, county and city services: public safety (police, fire, corrections and courts), public works (transportation, sanitation and construction), social services (health, welfare, employment and recreation), economic development (planning, housing and regulation), education (schools and libraries) and general administrative services. In addition, the District operates a water and sewer utility service, a general hospital, a stadium and armory complex ("Starplex"), a convention center, a lottery and a university.

B. FUND ACCOUNTING

The accounting policies of the District of Columbia conform to generally accepted accounting principles. The accounts of the District are organized in funds and account groups, each of which is considered a separate accounting entity. The accompanying financial statements include all funds, account groups and component units over which the District's elected officials exercise oversight responsibility.

The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent. The various funds are grouped, in the accompanying financial statements, into three fund categories and four fund types as follows. (The District does not use Special Revenue, Debt Service, Special Assessment, Internal Service or Nonexpendable Trust Funds because it has no activities which are required to be accounted for in these funds.) Where appropriate, similar funds are aggregated on a functional basis within a fund type.

Account groups are not "funds." They measure governmental financial position and not results of operations. Resources To Be Provided In Future Years represents the amount of taxes and other general revenues to be appropriated for the payment of general long term liabilities. Investment In General Fixed Assets represents the District's equity in general fixed assets and shows the sources which financed the acquisition of such assets.

Governmental Funds

The **General Fund** is used to account for all financial resources except those required to be accounted for in another fund. Principal and interest payments on general debt of the District are accounted for in the General Fund.

The **Capital Projects Fund** is used to account for the purchase or construction of fixed assets which are wholly or partly financed by grants or loans.

Proprietary Funds

Enterprise Funds are used to account for activities that are financed and operated in a manner similar to private business enterprises where the costs (including depreciation) of providing goods or services primarily or solely to the general public on a continuing basis are or could be financed or recovered primarily through user charges.

Fiduciary Funds

Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. These include Expendable Trust, Pension Trust, and Agency Funds. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Pension Trust Funds are accounted for in essentially the same manner as proprietary funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

The **General Fixed Assets Account Group** is used to account for all fixed assets other than those used by proprietary funds.

The **General Long Term Liabilities Account Group** is used to account for long term liabilities intended to be financed from the General Fund.

C. MEASUREMENT FOCUS

The accounting and reporting treatment applied to the fixed assets and long term liabilities associated with a fund is determined by its measurement focus as follows.

Governmental funds and Expendable Trust Funds are accounted for on a spending or "financial flow" measurement focus which means that fixed assets and long term liabilities are not included on their balance sheets. Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in working capital.

Proprietary funds and Pension Trust Funds are accounted for on a cost of services or "capital maintenance" measurement focus which means that all assets and liabilities (whether current or noncurrent) associated with their activities are included on their balance sheets. Proprietary fund operating statements present increases (revenues) and decreases (expenses) in net income.

D. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. Governmental funds, Expendable Trust Funds and Agency Funds use the "modified" accrual basis and proprietary funds and Pension Trust Funds use the accrual basis as follows.

Revenue Recognition

Revenues of governmental funds and Expendable Trust Funds are recognized when they become available and measurable. Available means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year.

The property tax year is from July 1 to June 30. Real property taxes are levied on July 1 and are payable in two installments on September 15 and March 31. Personal property taxes are due in full on July 31. The District recognizes as revenues in its fiscal year ending September 30, 75% of the property taxes levied on July 1 of the prior year and 25% of the property taxes levied on July 1 of the current year, provided they are available. Real property taxes attach as an enforceable lien on property as of July 1 of the year after levy. Sales taxes and other taxes collected or withheld at the source are recognized as revenues when in the hands of intermediary collecting agents. Taxpayer-assessed taxes on income of individuals, corporations and unincorporated businesses, inheritance, estate and miscellaneous items are recognized as revenues when received unless the receipt is delayed beyond its normal time.

Allowances for taxes that will ultimately be uncollectible are estimated and recorded as reductions of revenues. Delinquent taxes incur interest and penalty charges which continue to accumulate until paid in full. Such amounts are billed and recorded as revenue. Costs incurred by the District in converting delinquent taxes into tax liens are added to the taxes receivable from delinquent taxpayers. Anticipated refunds of taxes are estimated based upon previous experience and are recorded as liabilities and reductions of revenues.

Interfund transactions that would be treated as revenues and expenditures or expenses if they involved organizations external to the District are accounted for as revenues and expenditures or expenses in the funds involved.

Operating transfers, which are legally authorized transfers from a fund receiving revenues to the fund through which the revenues are to be spent, are recognized when the interfund receivables and payables arise.

Grants are recognized as revenues when the related costs are incurred. Grants that are collected before the related costs have been incurred are reported as deferred revenues. Probable disallowances of grant expenditures are estimated and accrued.

Revenues of proprietary funds and Pension Trust Funds are recognized when they are earned and become measurable. The estimated amount of accounts receivable for goods or services sold but not billed is recorded at year end. Allowances for uncollectible accounts are estimated and recorded as expenses.

Expenditure and Expense Recognition

Expenditures are costs incurred to acquire goods and services. Expenses are expired costs of using goods and services. Expenditures and expenses are recognized when the liability is incurred, if measurable. Expenditures exclude amounts represented by liabilities which are not payable within one year or whose liquidation is reasonably not expected to require the use of current assets. Such noncurrent liabilities are debited to Resources To Be Provided In Future Years and credited to Other Long Term Liabilities in the General Long Term Liabilities Account Group.

The first payment of principal and interest on a new general obligation note payable to the Federal government is due on October 1 of the second succeeding year after the proceeds are received. The accrued interest payable reflects 12 to 24 months of interest. Subsequent annual payments are at a constant amount. Because resources are accumulated in the General Fund during the current year for interest due on the first day of the following year, the expenditure is recognized as a current liability.

District employees earn vacation leave with pay at the rate of 13 days per year, 20 days per year after 3 years of service, and 26 days per year after 15 years of service. Vacation leave accumulates on a biweekly basis and is fully vested when earned. Accumulated vacation leave cannot exceed 30 days at the end of any calendar year and any leave in excess of this amount expires. An accrual has been provided which reasonably estimates (at current pay rates) the amount of accumulated vacation leave. The portion of the accrual which is paid or expires during the fourth quarter of the calendar year is recorded as a current liability in the paying fund. The remainder of the accrual is recorded as Other Long Term Liabilities.

District employees are entitled to sick leave with pay at the rate of 13 days per year. Sick leave accumulates on a biweekly basis without limitation and does not vest. Unused sick leave is credited at the rate of 22 days equal one month of service at the time of retirement and is added to years of service to increase the retirement annuity. No liability for accumulated sick leave is recognized and the expenditure is recorded in the fiscal year in which the sick leave is taken.

The amount of the District pension contribution, determined for the year by the Retirement Reform Act, is less than one-half of the amount determined by an acceptable actuarial cost method. The Act stipulates that if, at any time, the fund balance of any Pension Trust Fund is not sufficient to meet all obligations against the Fund, the Fund shall have a claim on the revenues of the District to the extent necessary to meet such obligations. The unfunded portion of the annual pension cost is recorded as Other Long Term Liabilities.

Disability compensation covers benefit payments for occupational injuries, deaths and diseases suffered by employees of the District government. The present value of total estimated benefits to disabled employees which are payable in future years is actuarially determined annually and is recorded as Other Long Term Liabilities.

Loss contingencies may arise from the risk of uncollectibility of receivables, refundability of tax and grant revenues, claims, judgments and property losses. A loss contingency is accrued when information available prior to issuance of the financial statements indicates it is probable that an asset has been impaired or a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. A loss contingency is not accrued, but is disclosed in the notes to the financial statements, if it is possible but not probable or, if the amount cannot be reasonably estimated. A loss contingency is not accrued or disclosed if it is remote (except for guarantees of indebtedness of others).

Loans by a fund to another fund are not expenditures or expenses to the paying fund and are not revenues to the receiving fund. Portions of the loans which are due within one year are reported as Due From or To Other Funds. Portions of the loans which are due after one year are reported as Advance To or From Other Funds. The fund balance is "reserved for long term assets" to indicate the portion that is not available for expenditure within one year.

E. BUDGETING AND BUDGETARY CONTROL

Budgetary Procedures

The District followed these procedures in establishing the budgetary data for the General Fund reflected in the budgetary statement (Exhibit 3).

1. *Proposal*—On January 10, 1983, the Mayor submited to the Council a proposed operating and capital budget for the fiscal year commencing October 1, 1983. The operating budget included proposed expenditures and the means of financing them.
2. *Projects*—The capital budget was prepared on a "project length basis" under which the total outlay was estimated for the length of each project to be started in the fiscal year. The capital budget was authorized by Congress subject to the approval of a financing plan for each project by the Council through the passage of a resolution. A budgetary comparison for the Capital Projects Fund could not be presented in the budgetary statement because the capital budget was not legally enacted on an "annual period basis."
3. *Adoption*—Public hearings were conducted by the Council to obtain taxpayer comments on the proposed budget. On February 15, 1983, the budget was adopted by the Council through passage of a budget request act. (The Council may not adopt any budget in which expenditures and other financing uses exceed revenues and other financing sources for the District government as a whole.)
4. *Approval*—On March 14, 1983, the Mayor approved the adopted budget and forwarded it to the President of the United States for review. (The Mayor may not forward any budget which is not balanced.)
5. *Appropriation*—On April 15, 1983, the President submitted the reviewed budget to Congress which conducted public hearings and enacted the budget and the authorized Federal payment in lieu of taxes through passage of an appropriation law on October 13, 1983. Any revisions that alter the total expenditures of any function must be approved by Congress. The budgeted amounts in the budgetary statement include a supplemental appropriation law enacted by Congress on August 22, 1984.
6. *Amendment*—Budgeted amounts may not be transferred between organizational units or between object categories within the same organizational unit except in accordance with the Reprogramming Policy Act (D.C. Code 47-361). The budgeted amounts in the budgetary statement include all reprogrammings approved during the fiscal year.
7. *Allocation*—Allocation by agency, control center and object class is employed as a management control device but is not part of the appropriated budget. The Mayor has the power and duty to apportion appropriations during the fiscal year so as to prevent a deficiency.
8. *Compliance*—"Actual" expenditures and operating transfers out may not legally exceed "budget" appropriations at the function level of classification shown in the budgetary statement.

Budgetary Basis

The legal authorization granted by Congress to incur obligations for specific purposes (the "appropriation") is enacted on a basis not consistent with generally accepted accounting principles (GAAP). The General Fund budgetary statement includes a reconciliation of the "Excess of revenues over expenditures and other uses" on the budgetary basis with the "Excess of revenues over expenditures and other uses" on the GAAP basis. The significant differences between the budgetary basis and the GAAP basis are the following.

1. *Nonappropriations*—The budgetary basis excludes expenditures funded by Federal grants, private gifts and interfund charges for services. The GAAP basis includes all revenues from whatever source derived and both appropriation and nonappropriation expenditures.
2. *Accruals*—The budgetary basis includes some expenditures when they are expected to be due. The GAAP basis includes such expenditures when they are incurred.
3. *Inventory*—The budgetary basis records supplies as expenditures when they are purchased. The GAAP basis records supplies as expenditures when they are used or sold.

Encumbrances

Encumbrances are commitments to acquire goods and services. The recording of purchase orders and contracts in order to reserve that portion of the applicable appropriation is employed as an extension of allocation in the General and Capital Projects Funds. All appropriations and encumbrances lapse at the end of each fiscal year except for capital projects. The fund balance is "reserved for encumbrances" to indicate the portion that is available for expenditure upon vendor performance.

F. CASH AND INVESTMENTS

Cash from all funds is combined unless prohibited by law. Any cash which is not needed for immediate disbursement is used to purchase current investments. The equity in the pooled cash and investments is accounted for as part of the fund to which it belongs. Governmental and proprietary fund current investments are stated at the lower of cost or market and long term investments are stated at equity value. Fiduciary fund investments are stated at market and include interest receivable.

G. INVENTORY

Inventory of supplies on hand is stated at the lower of cost (first-in, first-out) or market. Supplies are recorded as expenditures or expenses when they are used or sold.

H. FIXED ASSETS

Fixed assets and betterments which have an acquisition cost of $1,000 or more per unit and an estimated useful life of three or more years are capitalized. Public domain ("infrastructure") fixed assets, such as bridges, curbs, gutters, lights, sidewalks, streets, storm drains and similar assets which are immovable and of value only to the District, are capitalized. Repair and maintenance costs are charged to operations as incurred. Costs of assets retired are removed from the asset and accumulated depreciation accounts.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Cost includes net interest charges incurred during construction. Donated fixed assets are stated at their estimated fair value on the date donated.

Costs to acquire fixed assets used in governmental funds are charged as current expenditures in the General Fund or as capital outlays in the Capital Projects Fund. Such expenditures are debited to Property and Equipment and credited to Investment In General Fixed Assets in the General Fixed Assets Account Group. Depreciation on general fixed assets is debited to Investment In General Fixed Assets and credited to Accumulated Depreciation in the General Fixed Assets Account Group.

Costs to acquire fixed assets used in proprietary funds are capitalized (accounted for) in those funds. Operating expenses include depreciation on all depreciable fixed assets. Depreciation on fixed assets acquired through capital grants or by the University is closed to Contributed Capital and reported in the operating statements as an adjustment of net income (loss).

Depreciation has been provided over the estimated useful lives of fixed assets using the straight-line method. The estimated useful lives are as follows.

Streets and bridges	30 years
Storm drains	60 years
Water and sewer facilities	60 years
Buildings and fixtures	30-50 years
Furniture and equipment	3-15 years
Transit system investment	33 years

I. LONG TERM DEBT

Proceeds of general obligation notes to be repaid from the General Fund are credited as "other financing sources" in the Capital Projects Fund and principal payments are charged as debt service in the General Fund. Such proceeds and principal payments are debited or credited, as appropriate, to Resources To Be Provided In Future Years and to Due To Federal Government in the General Long Term Liabilities Account Group.

General obligation notes to be repaid from the Water and Sewer Enterprise Fund are accounted for in that fund.

Revenue bonds to be repaid from the Housing Finance Fund are accounted for in that fund.

J. RESTRICTED ASSETS AND LIABILITIES

All assets of fiduciary funds are restricted as to use by legal or contractual requirements. The accompanying balance sheet segregates restricted assets, and liabilities which are payable from restricted assets, from assets which are unrestricted and therefore are available for general purposes. Any excess of restricted assets over liabilities payable from restricted assets is reported as "reserved for net restricted assets" to indicate the portion of the fund balance that is available for trust purposes only.

K. COMPARATIVE DATA

Summary comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the District's financial position and operations. Prior year totals by fund type have not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to read. In accordance with Reorganization Plans 4 and 5 of 1983, the total fund deficits of the Internal Service Funds ($6.4 million) and their net fixed assets ($1.5 million) at September 30, 1983 were reclassified to the General Fund and the General Fixed Assets Account Group, respectively. Certain other 1983 amounts have been reclassified to conform with the 1984 presentation.

L. TOTAL COLUMNS ON GENERAL PURPOSE FINANCIAL STATEMENTS

Total columns on the General Purpose Financial Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation because interfund eliminations and other appropriate consolidating entries have not been made in the aggregation of these data.

(2) DUE FROM OR TO FEDERAL GOVERNMENT

Amounts due from or to the Federal government are included in the following categories in the accompanying combined balance sheet at September 30 ($000s).

	1984	1983
Current Assets (Note 12):		
Revenue sharing entitlements	$ 4,483	4,238
Operating grants	90,718	81,871
Capital grants	26,775	20,393
Total	**$ 121,976**	**106,502**
Restricted Assets:		
Future pension obligation (Note 8)	$ 590,244	603,700
Federal unemployment surtax (Note 9)	24,000	21,000
Unemployment compensation program	285	—
Total	**$ 614,529**	**624,700**
Current Liabilities (Note 6):		
Accrued interest payable - General	$ 139,548	131,689
Accrued interest payable - Enterprise	27,679	23,748
Current maturities of notes payable - Enterprise	6,360	6,043
Total	**$ 173,587**	**161,480**
Long Term Liabilities (Note 6):		
General obligation notes payable - Enterprise	$ 254,869	229,026
General obligation notes payable - General	1,646,633	1,589,485
Total	**$1,901,502**	**1,818,511**
Liabilities Payable From Restricted Assets (Note 9):		
Unemployment compensation advances	$ 43,810	63,757
Unemployment compensation program	—	566
Total	**$ 43,810**	**64,323**

Receivables and accounts payable include amounts due from and to the Federal government for commercial transactions described in Note 12. Compensation liabilities include amounts due to the Federal government for income taxes, Civil Service and Social Security withheld from employees and the District's matching contributions for such withholdings. Amounts contributed by the Federal government in grants which were used to finance the acquisition of fixed assets are described in Note 5.

(3) INTERFUND RECEIVABLES AND PAYABLES

Individual fund interfund receivable and payable balances at September 30, 1984 follow ($000s).

Fund	Receivables		Payables	
	Due From	Advance To	Due To	Advance From
General	$38,000	3,154	14,190	—
Water and sewer	—	—	38,000	—
Unemployment compensation	139	—	—	—
Housing finance	—	—	—	3,154
Pension	14,051	—	—	—
Total	**$52,190**	**3,154**	**52,190**	**3,154**

The advance agreements provide for repayment within 15 years from the Housing Finance Fund's excess of revenues over expenditures to the extent it is available outside of the lien of the indenture (Note 6).

(4) INVESTMENT IN JOINT VENTURE

A. GENERAL INFORMATION

The Washington Metropolitan Area Transit Authority is a tax-exempt joint venture created in 1967 by compact among Maryland, Virginia and the District pursuant to the "Capital Transportation Act." The Authority is responsible for the construction, financing and operation of mass transit facilities, consisting of a 101 mile, 86 station rapid rail and a 400 route bus transit system in the counties of Montgomery and Prince George's in Maryland, the counties of Arlington and Fairfax and the cities of Alexandria, Fairfax and Falls Church in Virginia, and the District.

As of September 30, 1984, 53 miles and 56 stations of the rail transit system were operational. Twenty miles and 16 stations were under construction or substantially complete at that date. Twenty eight miles and 14 stations were under final design. The system is expected to be completed by 1993. The estimated total cost of constructing the rail transit system is $10 billion. The cost of purchasing the area's privately owned bus companies in 1973 was $60.4 million.

The Authority is a body corporate and politic which is governed by a Board consisting of six directors, two each representing Maryland, Virginia and the District. The District's directors are appointed by the Council. The Authority does not have any stockholders, has no taxing power and is not subject to regulatory approval of its fare schedules.

The Authority's operating budget is adopted by the Board after each participant has appropriated its share of the required operating and debt service grants for the coming fiscal year. The grants are recorded as current expenditures in the General Fund.

Capital funds are provided through multiyear interim capital grant agreements that specify the amount due from each participant. Federal capital grants are contingent upon matching grants from the participants of 15 to 25 percent. The grants are recorded as capital outlays in the Capital Projects Fund and accounted for in the General Fixed Assets Account Group as described in Note 5. The cumulative capital outlays are being amortized over 33 years, the estimated useful life of the Authority's fixed assets.

The participants are required to provide a stable and reliable source of revenues to finance the grant payments to the Authority.

The District pays the Transit Authority for taking public school students to and from schools or school-related activities by bus or rail. The payments are recorded as current expenditures in the Gneral Fund.

B. FINANCIAL INFORMATION

A summary balance sheet of the Authority at June 30, 1984 and 1983 follows ($000s).

	1984	1983
Current assets	$ 376,883	399,877
Fixed assets, net	4,739,786	4,504,447
Total assets	**$5,116,669**	**4,904,324**
Current liabilities	$ 371,546	392,265
Long term liabilities	992,900	992,712
Total liabilities	**1,364,446**	**1,384,977**
Fund equity	3,752,223	3,519,347
Total liabilities and fund equity	**$5,116,669**	**4,904,324**

A summary operating statement of the Authority for the years ended June 30, 1984 and 1983 follows ($000s).

	1984	1983
Operating revenues	$ 170,323	150,116
Operating expenses:		
Depreciation	91,487	83,761
All other	348,940	339,920
Total operating expenses	**440,427**	**423,681**
OPERATING INCOME (LOSS)	(270,104)	(273,565)
Nonoperating revenues	179,081	190,445
NET INCOME (LOSS)	**(91,023)**	**(83,120)**
Fund equity at beginning of year	3,519,347	3,323,031
Capital grants earned	323,899	279,436
Fund equity at end of year	**$3,752,223**	**3,519,347**
District expenditures ($000s):		
Operating grants	$ 74,901	78,320
Debt service grants	13,419	10,331
Capital grants	11,073	12,006
Total	**$ 99,393**	**100,657**

C. DEBT STRUCTURE

The debt of the Authority does not constitute debt of the District. The Authority issued the following bonds guaranteed by the Federal government ($000s).

Series	Issue Date	Due Date	Rate	Principal	Discount	Net
A	10/1/72	7/1/12	7.30%	$225,000	1,317	223,683
B	1/1/73	7/1/12	7.35%	220,000	691	219,309
C	7/1/73	7/1/13	7.75%	150,000	447	149,553
D	4/1/74	7/1/14	8.15%	225,000	1,645	223,355
E	1/1/75	7/1/14	8.35%	177,000	—	177,000
	Total bonds payable			**$997,000**	**4,100**	**992,900**

The payment of debt principal and interest is shared on the basis of two-thirds by the Federal government and one-third by the Authority. The payment of the Authority's share of the bond interest was provided by advances from the Federal government through July 1, 1982. Beginning then, the Authority is required to make annual sinking fund payments of $2.5 million. The advances from the Federal government ($5.5 million at June 30, 1984 and $34.0 million at June 30, 1983), plus accrued interest ($7.8 million at June 30, 1984 and $11.8 million at June 30, 1983), are to be repaid on or before January 1, 1993. The interest rates on these advances range from 9.4% to 14.42%. The repayment of these advances will be provided by future debt service grants from the participants to the Authority.

The Authority issued revenue anticipation notes on January 26, 1984 in the amount of $42 million due on December 31, 1984 with interest at 6.25% per annum. The notes were extinguished on June 29, 1984 by placing in trust securities sufficient to pay for the notes at maturity.

(5) FIXED ASSETS

A. GENERAL FIXED ASSETS

A summary of changes in general fixed assets and in investment in general fixed assets follows ($000s).

Asset Class	Balance October 1, 1983	Acquisitions	Transfers/ Retirements	Balance September 30, 1984
Land	$ 107,414	—	(2,054)	105,360
Streets and bridges	828,429	—	39,175	867,604
Storm drains	121,627	—	1,489	123,116
Buildings and fixtures	1,083,767	—	61,776	1,145,543
Furniture and equipment	141,408	16,297	(12,772)	144,933
Construction in progress	57,520	150,556	(134,273)	73,803
Transit system investment	381,624	—	11,073	392,697
Total	**2,721,789**	**166,853**	**(35,586)**	**2,853,056**
Less- accumulated depreciation	931,529	69,860	(13,089)	988,300
Net general fixed assets	**$1,790,260**	**96,993**	**(22,497)**	**1,864,756**
Federal capital grants	$ 500,576	21,353	(1,568)	520,361
District resources	1,289,684	75,640	(20,929)	1,344,395
Total investment in general fixed assets	**$1,790,260**	**96,993**	**(22,497)**	**1,864,756**

Acquisitions consist of expenditures ($000s) from the General Fund ($16,297) for furniture and equipment and from the Capital Projects Fund ($145,789) plus capitalized interest ($4,767) for construction in progress. When a project is completed, costs in the construction in progress account are transferred to one or more of the other asset classes or are retired. The transit system investment is described in Note 4.

A schedule of changes in general fixed assets by function follows ($000s).

Asset Class	Balance October 1, 1983	Acquisitions	Transfers/ Retirements	Balance September 30, 1984
Governmental direction and support	$ 65,339	1,324	(55,378)	11,285
Economic development and regulation	241,682	157	23,523	265,362
Public safety and justice	244,676	3,824	9,735	258,235
Public education system	573,828	7,101	6,005	586,934
Human support services	118,491	824	9,805	129,120
Public works	1,038,629	3,067	93,924	1,135,620
Construction in progress	57,520	150,556	(134,273)	73,803
Transit system investment	381,624	—	11,073	392,697
Total	**$2,721,789**	**166,853**	**(35,586)**	**2,853,056**

B. PROPRIETARY FIXED ASSETS

A summary of changes in proprietary fixed assets and contributed capital follows ($000s).

Asset Class	Balance October 1, 1983	Acquisitions	Transfers/ Retirements	Balance September 30, 1984
Land	$ 31,972	—	—	31,972
Water and sewer facilities	472,650	1,570	12,829	487,049
Buildings and fixtures	238,149	2,609	6,082	246,840
Furniture and equipment	44,262	4,600	1,398	50,260
Construction in progress	29,153	39,542	(19,585)	49,110
Total	**816,186**	**48,321**	**724**	**865,231**
Less- accumulated depreciation	167,530	18,543	450	186,523
Net proprietary fixed assets	**$648,656**	**29,778**	**274**	**678,708**
Federal capital grants	$125,026	(355)	—	124,671
District resources	332,039	4,399	(29)	336,409
Total contributed capital	**$457,065**	**4,044**	**(29)**	**461,080**

Acquisitions consist of expenditures ($000s) from the Proprietary Funds ($38,207) and from the Capital Projects Fund ($5,966) plus capitalized interest ($4,148) for construction in progress.

C. CONSTRUCTION IN PROGRESS

A summary of construction in progress at September 30, 1984 by function follows ($000).

Function	Author-izations	Expend-itures	Unexpended Balances	Interest Capitalized
Economic development and regulation	$ 2,322	1,910	412	138
Public safety and justice	54,541	10,798	43,743	855
Public education system	57,890	23,819	34,071	2,777
Human support services	7,434	3,834	3,600	297
Public works	74,809	27,105	47,704	2,270
Total general	**$196,996**	**67,466**	**129,530**	**6,337**
Water and sewer	$107,474	41,661	65,813	6,297
General hospital	14,154	1,086	13,068	66
Total proprietary	**$121,628**	**42,747**	**78,881**	**6,363**

D. DEPRECIATION AND INTEREST

The depreciation recorded on fixed assets and the interest costs capitalized during construction of fixed assets by fund or account group for 1984 follow ($000s).

Fund or Account Group	Depreciation	Interest
Water and sewer	$ 8,811	4,082
General hospital	2,944	66
Starplex	746	—
Convention center	2,142	—
Lottery and games	84	—
University	3,816	—
General fixed assets	69,860	4,767
Total	**$88,403**	**8,915**

(6) LONG TERM LIABILITIES

A. GENERAL OBLIGATION NOTES

General obligation long term debt consists of borrowings by the District from the Federal government for capital projects. The rate of interest approximates the cost of money to the Federal government at loan commencement. The average interest rate of the outstanding debt was 8.30% at September 30, 1984 and 7.84% at September 30, 1983. The terms of the loans vary from 5 to 60 years depending upon the type of capital project. The loans are in the form of general obligation notes (including the portion of the debt related to the Water and Sewer Enterprise Fund) with no pledge of property, sinking fund provisions, subordination, restrictive covenants or default provisions.

The following is a summary of long term loan transactions of the District with the Federal government ($000s).

	General	Enterprise	Total
Notes payable at October 1, 1983	**$1,589,485**	**235,069**	**1,824,554**
New note proceeds (12.25%)	85,000	30,000	115,000
Total	**1,674,485**	**265,069**	**1,939,554**
Less- note payments	27,852	3,840	31,692
Notes payable at September 30, 1984	**1,646,633**	**261,229**	**1,907,862**
Deduct- current liabilities	—	6,360	6,360
Long term liabilities	**$1,646,633**	**254,869**	**1,901,502**

The annual requirements to amortize the total loans outstanding at September 30, 1984, including interest payments, are as follows ($000s).

Year	Principal	Interest	Total
1985	$ 36,450	167,227	203,677
1986	37,293	157,600	194,893
1987	40,356	161,702	202,058
1988	43,043	158,898	201,941
1989	45,850	155,881	201,731
1990-1994	276,911	726,551	1,003,462
1995-1999	361,017	612,583	973,600
2000-2041	1,066,942	808,451	1,875,393
Total	**$1,907,862**	**2,948,893**	**4,856,755**

B. REVENUE BONDS

The Housing Finance Fund had outstanding revenue bonds in the amount of $73.2 million at September 30, 1984 whose principal and interest are payable solely from defined revenues and assets of the Fund and are not secured by the general credit of the Fund or the District. The amount of these revenue bonds is included in Due To Others on the balance sheet of the Trust and Agency Funds.

The District has issued industrial development revenue bonds whose principal and interest are payable solely from defined revenues of private entities. The amount of these no-commitment bonds is not included in the accompanying financial statements.

A predecessor entity of the District issued housing bonds whose principal and interest are payable solely from debt service grants from the Federal government. The amount of these no-commitment bonds is not included in the accompanying financial statements.

C. OTHER LONG TERM LIABILITIES

The following is a summary of changes in other long term liabilities ($000s).

Account	Balance October 1, 1983	Additions	Deductions	Balance September 30, 1984
Accumulated vacation leave	$ 13,288	24,315	—	37,603
Accrued pension costs (Note 8)	1,354,888	153,461	—	1,508,349
Accrued disability benefits	79,425	26,741	—	106,166
Miscellaneous	323	189	240	272
Total	**$1,447,924**	**204,706**	**240**	**1,652,390**

The current liability for accumulated vacation leave ($000s) was $25,181 at September 30, 1984 and $47,735 at September 30, 1983. The former amount is the estimated vacation leave to be paid or to expire within the fourth quarter of calendar 1984. The latter amount was the estimated vacation leave to be paid within fiscal 1984.

(7) SHORT TERM DEBT

The District issued general obligation revenue anticipation notes on February 1, 1984 in the amount of $150 million due on September 27, 1984 with interest at 6.6% per annum. The principal and interest were paid on the due date. Interest and fiscal agent's fees ($000s) were $7,263.

(8) PENSION PLANS

A. TYPES OF PLANS

All District employees are covered by one of four pension plans: Federal Civil Service Retirement System, Federal Social Security System, College Teachers Retirement System or District Retirement Program. The Federal Civil Service Retirement System which covers approximately 26,000 permanent employees and the Federal Social Security System which covers approximately 4,400 temporary employees are administered by the Federal government. The College Teachers Retirement System which covers approximately 1,000 University employees is a multiemployer plan administered by the nationwide Teachers Insurance and Annuity Association/College Retirement Equities Fund. The District Retirement Program which covers approximately 11,300 judges, police officers, fire fighters and public school teachers is a single employer plan administered by the District.

B. PLANS NOT ADMINISTERED BY THE DISTRICT

The District contributions to pension plans not administered by the District were as follows ($000s).

Plan	1984	1983
Federal Civil Service	$42,300	39,712
Federal Social Security	4,957	4,805
College Teachers	4,012	3,674
Total	**$51,269**	**48,191**

The foregoing contributions were matched by employee contributions of 7% for Civil Service, statutory rates for Social Security, and 5% to 15% for College Teachers. The District has no further liability to these systems.

C. PLAN ADMINISTERED BY THE DISTRICT

The District sponsors the District Retirement Program which is administered by a Retirement Board and accounted for as Pension Trust Funds. The Retirement Program has defined benefits which increase after retirement based upon the rate of inflation. Benefits are payable upon retirement or disability and refunds are made upon death or other termination. Employee contributions are 3.5% of salary for judges and 7% for police officers, fire fighters and teachers. Administrative costs of the Retirement Board are financed by appropriations of the General Fund and by operating transfers of investment earnings from the Pension Trust Funds to the General Fund.

Federal Contribution

On January 2, 1975, when the District of Columbia Self-Government and Governmental Reorganization Act became effective, the accrued actuarial liability for vested benefits under the District Retirement Program was $1.9 billion. In recognition of this fact, the Retirement Reform Act (Public Law 96-122, approved November 17, 1979) authorized the Federal government to make 25 annual contributions of $52.1 million, starting in 1980, to the Pension Trust Funds. These contributions total $1.3 billion and had a present value in 1975 of $486.8 million, using a 7% rate of interest. The present value of the future Federal obligation was $590.2 million at September 30, 1984. The amount is included in Due From Federal Government on the balance sheet of the Trust and Agency Funds.

District Contribution

The Retirement Reform Act also provided that, for each year before 2005, the District will pay to the Pension Trust Funds a sum equal to normal cost plus interest on the unfunded actuarial liability (past service costs) or net pay-as-you-go cost (benefit payments less employee contributions), whichever is less, plus annual amortization. An amount is calculated each year to amortize with interest, over a ten year period, the difference between the projected unfunded actuarial liability as of September 30, 2004 and the unfunded actuarial liability at September 30, 1979 increased by the inflation assumption to September 30, 2004. The actual annual amortization payment may not exceed 30% (10% for police officers and fire fighters) of the net pay-as-you-go cost. In 1984, amortization over 10 years would have been $117.5 million. Due to the percentage limitation, the actual amortization was $16.6 million. The 25 annual Federal contributions to the Pension Trust Funds will end in 2004. Beginning in 2005, the District's annual contribution to the Pension Trust Funds will increase to cover the then normal cost plus interest on the then unfunded actuarial liability. It is estimated that the unfunded actuarial present value of accumulated plan benefits will be $13.5 billion at September 30, 2004.

The District contributions to the Pension Trust Funds for 1964 and 1983 were calculated as follows ($000s).

	1984	1983
(1) Normal cost plus interest:		
Normal cost (estimate)	$102,600	85,300
Interest on unfunded actuarial liability	316,300	304,900
Total	**418,900**	**390,200**
(2) Net pay-as-you-go cost	**147,260**	**122,400**
(3) Mandatory contribution:		
Lesser of (1) or (2)	147,260	122,400
Add- annual amortization (at 30% or 10%)	16,600	15,100
Subtotal	**163,860**	**137,500**
(4) Nonmandatory contribution	**10,294**	**5,358**
District contribution	**$174,154**	**142,858**

Pension Cost

Pension costs for 1984 and 1983 were determined on the entry age normal actuarial cost method as follows ($000s).

	1984	1983
Normal cost (actual)	$108,396	94,637
Interest on accrued pension costs	92,596	82,502
Interest on unfunded actuarial liability at 1/2/75 (7%)	76,890	80,220
Amortization of unfunded actuarial liability at 1/2/75 (over 20 or 25 years from 1976)	51,130	47,800
Amortization of unfavorable (favorable) investment results	(1,397)	(8,708)
Pension cost	**$327,615**	**296,451**

The annual pension cost, less the District contribution, was added to the accrued pension costs included in Other Long Term Liabilities (Note 6). There was no offsetting accrued pension asset on the balance sheet of the Trust and Agency Funds because the accrued pension costs were unfunded.

Actuarial Liability

The actuarial present value of accumulated benefits to participants of the Program and the net assets available for those benefits at September 30, 1984 and 1982 were calculated as follows ($000s).

	1984	1982
Vested accumulated benefits	$4,108,600	3,527,800
Nonvested accumulated benefits	42,000	32,836
Actuarial present value of accumulated benefits	**$4,150,600**	**3,560,636**
Net assets available	$1,060,355	882,966

(9) UNEMPLOYMENT COMPENSATION

The District administers the Unemployment Compensation System pursuant to Federal law and approval of the Secretary of Labor. It is accounted for as a separate Unemployment Compensation Trust Fund. It pays statutory benefits to unemployed former employees of the District and Federal governments and private employers carrying on employment in the District. The Fund is administered by the Unemployment Compensation Board. All administrative costs of the program are paid by the General Fund and reimbursed by a Federal grant. The District and Federal governments reimburse the Fund for benefits paid by it to their respective unemployed former employees.

If unemployment benefit payments exceed the cumulative amount of contributions paid by private employers, the Fund requests advances to cover the deficiency from the Federal government. All advances will be repaid by subsequent private employer contributions or by a surtax on Federal unemployment taxes levied upon private employers. Advances are not general obligations of the District and they will not be repaid from any source other than unemployment contributions. Interest is charged (at the prevailing rate) on advances made after March 31, 1982 and must be paid from the General Fund because the Unemployment Compensation Trust Fund is prohibited from paying interest. The interest ($000s) for 1984 was $2,108.

The changes in the advances from the Federal government to the Unemployment Compensation Trust Fund were as follows ($000s).

	1984	1983
Advances payable at beginning of year	**$ 63,757**	**41,395**
New advances	9,000	33,361
Total	**72,757**	**74,756**
Less- payments	28,947	10,999
Advances payable at end of year	**$ 43,810**	**63,757**

An analysis of restricted amounts due from or to others at September 30, 1984 follows ($000s).

Account	Receivables	Payables
Claimants	$ 220	2,105
Employers	12,147	159
States	1,137	313
Total	**$13,504**	**2,577**

(10) RETAINED EARNINGS/FUND BALANCES OF INDIVIDUAL FUNDS

Retained earnings (deficits) of individual Enterprise Funds and fund balances (deficits) of individual Trust Funds at September 30 are summarized below ($000s).

Fund	1984	1983
Water and sewer	$ (58,021)	(54,130)
General hospital	(10,491)	(10,814)
Starplex	(1,197)	(1,604)
Convention center	21,246	21,840
Lottery and games	1,137	872
University	13,087	14,844
Total Enterprise	**$ (34,239)**	**(28,992)**
Unemployment compensation	$ 13,110	(28,365)
Housing Finance	317	(360)
Pension	1,060,355	986,665
Total Trust	**$1,073,782**	**957,940**

(11) SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The District maintains six Enterprise Funds which sell water, sewer, medical, recreational, cultural and educational services to the general public on a continuing basis. Segment information for the year ended September 30, 1984 was as follows ($000s).

	Water and Sewer	General Hospital	Starplex	Convention Center	Lottery and Games	University	Total
Operating revenues:							
Gross	$117,788	119,336	5,562	3,922	85,592	5,685	337,885
Deductions*	—	72,084	—	—	49,472	-	121,556
Operating expenses:							
Depreciation	8,811	2,944	746	2,142	84	3,816	18,543
All other	99,296	87,085	4,409	9,386	11,190	80,024	291,390
Operating income (loss)	9,681	(42,777)	407	(7,606)	24,846	(78,155)	(93,604)
Nonoperating revenues (expenses)	(15,907)	—	—	34	697	11,740	(3,436)
Operating transfers in (out)	—	43,100	—	6,978	(25,278)	60,842	85,642
Net income (loss)	(6,226)	323	407	(594)	265	(5,573)	(11,398)
Increase (decrease) in retained earnings	(3,891)	323	407	(594)	265	(1,757)	(5,247)
Working capital (deficit)	(45,222)	12,684	1,625	617	507	13,086	(16,703)
Capital expenditures	35,902	5,143	265	3,231	157	3,623	48,321
Total assets	500,788	69,282	16,206	113,168	3,676	110,994	814,114
Long term liabilities	254,869	—	—	—	—	272	255,141
Capital contributions	1,980	2,887	—	1,626	—	3,673	10,166
Total equity	150,666	51,788	14,518	112,392	1,137	96,340	426,841

* Hospital bad debts, contractual adjustments and charity services.
Commissions and prizes deducted from lottery tickets sold to agents.

(12) OTHER TRANSACTIONS WITH FEDERAL GOVERNMENT

A. PAYMENT IN LIEU OF TAXES

The Federal payment to the District is in lieu of taxes it would have had to pay had it been subject to taxation and for costs incurred by the District in its role as the Nation's Capital. The District received $417.2 million in 1984 and $364.1 million in 1983. The 1984 payment included $31.2 million for three specified purposes: $25.2 million for criminal justice emergency initiative of which $11.7 million is for capital outlays and $2.9 million is for the Superior Court, $.3 million for education initiative and $5.7 million for Saint Elizabeths Hospital.

B. REVENUE SHARING ENTITLEMENTS

The District's revenue sharing entitlements were $17.9 million in 1984 and $16.8 million in 1983.

C. OPERATING GRANTS

The District participates in Federal grant-in-aid programs. A summary of operating grant revenues by function follows ($000s).

Function	1984	1983
Governmental direction and support	$ 114	6,906
Economic development and regulation	45,894	53,710
Public safety and justice	1,088	1,064
Public education system	39,028	39,286
Human support services	289,026	268,422
Public works	3,240	3,410
Total general	**378,390**	**372,798**
University	6,435	6,785
Total	**$384,825**	**379,583**

D. CAPITAL GRANTS

Federal capital grants are used for the purchase or construction of fixed assets. Capital grants, except for the Water and Sewer Enterprise Fund, are recorded as intergovernmental revenues in the Capital Projects Fund and as Investment In General Fixed Assets for general fixed assets or Contributed Capital for proprietary fixed assets. Capital grants to the Water and Sewer Enterprise Fund are recorded in its Fixed Assets and Contributed Capital accounts. A summary of capital grant revenues by function follows ($000s).

Function	1984	1983
Governmental direction and support	$ —	325
Economic development and regulation	17,744	13,364
Public safety and justice	56	360
Public education system	232	—
Human support services	1,271	741
Public works	26,920	27,937
Total	**$46,223**	**42,727**

E. COMMERCIAL TRANSACTIONS

The District and Federal governments buy and sell goods and services to each other. Among these transactions were the following.

Prisons

The Federal government can house Federal prisoners in District prisons. The Federal government reimburses the District for such services at cost. The amount was $1.6 million in 1984 and $1.1 million in 1983. Similarly, District judges can house District prisoners in Federal prisons. The District reimburses the Federal government for such services at cost. The amount was $18.6 million in 1984 and $16.6 million in 1983.

Mental Hospital

The District purchases certain mental health services from Saint Elizabeths Hospital, a Federal institution. The amount was $35.1 million in 1984 and $24.7 million in 1983. The hospital will be transferred from the Federal government to the District on October 1, 1987. There will be a six year transition period from October 1, 1985 through September 30, 1991.

Aqueduct

The District exercises no oversight responsibility over the Washington Aqueduct which is owned by the Federal government and operated by the United States Army Corps of Engineers. The District reimburses the Federal government for all operating expenses and capital outlays of the Washington Aqueduct. The operating expenses were $12.4 million in 1984 and $11.6 million in 1983. The capital outlays are capitalized and depreciated over 60 years in the Water and Sewer Enterprise Fund. These outlays were $8.1 million in 1984 and $11.2 million in 1983.

The Federal government paid the District $16.5 million in 1984 and $11.8 million in 1983 in lieu of reimbursements for charges for water, water services and sanitary sewer services furnished to facilities of the Federal government. These operating revenues and the operating expenses were recorded in the Water and Sewer Enterprise Fund.

(13) COMMITMENTS

Minimum annual rental payments for all operating leases having noncancellable terms in excess of one year are as follows ($000s).

Year	Facilities	Equipment	Total
1985	$19,055	1,429	20,484
1986	16,776	428	17,204
1987	12,463	139	12,602
1988	8,035	152	8,187
1989	4,588	168	4,756
Thereafter	20,012	168	20,180
Total	**$80,929**	**2,484**	**83,413**

Rental expenditures were $20 million in 1984 and $28 million in 1983. Unexpended balances of construction in progress are described in Note 5.

(14) CONTINGENT LIABILITIES

A. LITIGATION

The District is a defendant in a number of pending bodily injury and property damage lawsuits. An accrual of $8 million in the General Fund has been provided which reasonably estimates the probable settlement of claims and the satisfaction of judgments against the District that may result from such tort liability. No accrual has been provided for possible but not probable additional claims and judgments which are reasonably estimated at $12 million.

B. FEDERALLY ASSISTED PROGRAMS

The District participates in a number of Federally assisted grant programs as described in Note 12. These grants are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs for the year ended September 30, 1984 have not yet been conducted. Accordingly, the District's compliance with applicable grant requirements will be established at some future date. An accrual of $25.5 million in the General Fund has been provided which reasonably estimates the probable amount of expenditures that may be disallowed by the granting agencies.

C. RISK MANAGEMENT POLICY

The District self-insures against all risks, except group health and life, on an unfunded basis. Losses are recorded as incurred. No material casualty losses of real or personal property occurred in 1984 or 1983.

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Where the District has more than one fund of a given type, combining statements for all funds of that type are presented in columnar format. Where the District has only one fund of a given type, individual fund statements are presented with prior year comparisons. Where greater detail for information reported in the statements is deemed useful, schedules are presented.

FIREBIRDS

GENERAL FUND

To account for all financial resources except those required to be accounted for in another fund. All fixed assets of the District government except those related to specific proprietary funds are accounted for through the General Fixed Assets Account Group. All long term liabilities of the District government except those related to specific proprietary and fiduciary funds are accounted for through the General Long Term Liabilities Account Group.

Exhibit A-1

GENERAL FUND

COMPARATIVE BALANCE SHEET

September 30, 1984 and 1983
($000s)

	1984	1983
ASSETS		
Current Assets:		
Cash and investments	$ 46,804	13,715
Receivables (net of allowances for uncollectibles)	116,289	134,452
Due from Federal government (note 2)	89,451	82,720
Due from other funds (note 3)	38,000	31,114
Inventory	13,345	13,974
Other current assets	3,113	708
Total current assets	307,002	276,683
Long Term Assets:		
Advance to other funds (note 3)	3,154	2,112
Total assets	**$310,156**	**278,795**
LIABILITIES AND FUND BALANCE		
Current Liabilities:		
Accounts payable	$105,265	93,618
Compensation liabilities	75,663	94,208
Due to Federal government (note 2)	139,548	131,689
Due to other funds (note 3)	14,190	12,614
Accrued liabilities	97,336	93,866
Deferred revenues	140,333	127,217
Other current liabilities	7,681	12,903
Total liabilities	**580,016**	**566,115**
Commitments and Contingent Liabilities (Notes 13 and 14)		
Fund Balance:		
Reserved for:		
Long term assets	3,154	2,112
Encumbrances	—	6,642
Unreserved (deficit)	(273,014)	(296,074)
Total fund balance (deficit)	**(269,860)**	**(287,320)**
Total liabilities and fund balance	**$310,156**	**278,795**

The accompanying notes are an integral part of this statement.

Exhibit A-2

GENERAL FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Years Ended September 30, 1984 and 1983 ($000s)

	1984	1983
Revenues:		
Taxes:		
Property	$ 397,449	368,195
Sales and use	365,587	331,569
Income and franchise	480,453	546,207
Gross receipts	98,449	—
Other	56,874	49,956
Total taxes	1,398,812	1,295,927
Licenses and permits	30,338	29,728
Fines and forfeits	23,343	22,658
Charges for services	115,556	122,239
Miscellaneous	21,402	20,465
Intergovernmental (note 12)	813,544	753,730
Total revenues	2,402,995	2,244,747
Expenditures:		
Current:		
Governmental direction and support	68,317	55,196
Economic development and regulation	120,591	118,315
Public safety and justice	620,122	562,178
Public education system	473,474	448,763
Human support services	804,963	718,348
Public works	241,712	250,227
Add (less) - employee benefits recorded as other long term liabilities	(204,517)	(165,259)
Debt service:		
Principal	27,852	26,340
Interest	136,252	126,877
Total expenditures	2,288,766	2,140,985
EXCESS OF REVENUES OVER EXPENDITURES	114,229	103,762
Other Financing Sources (Uses):		
Operating transfers in (out):		
Capital Projects Fund	(11,735)	—
General Hospital Fund	(43,100)	(39,100)
Convention Center Fund	(6,978)	(6,109)
Lottery and Games Fund	25,278	12,004
University Fund	(60,842)	(58,342)
Housing Finance Fund	(1,187)	(746)
Pension Funds	1,795	1,417
Total other financing sources (uses)	(96,769)	(90,876)
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER USES	**17,460**	**12,886**
Fund Balance (Deficit) at Beginning of Year	**(279,411)**	**(300,206)**
Residual equity transfers	(7,909)	—
Fund Balance (Deficit) at End of Year	**$ (269,860)**	**(287,320)**

The accompanying notes are an integral part of this statement.

Exhibit A-3

GENERAL FUND

SCHEDULE OF REVENUES BY SOURCE
BUDGET AND ACTUAL (BUDGETARY BASIS)

Year Ended September 30, 1984
($000s)

Source	Budget	Actual	Variance-Favorable (Unfavorable)
Revenues:			
Taxes:			
Property:			
Real	$ 364,500	359,411	(5,089)
Personal	38,600	36,254	(2,346)
Public space rental	1,925	1,784	(141)
Total	405,025	397,449	(7,576)
Sales and use:			
General	295,000	296,956	1,956
Alcoholic beverages	7,600	7,234	(366)
Cigarette	9,500	9,712	212
Hotel occupancy	4,500	4,572	72
Motor fuel	24,500	25,309	809
Motor vehicle	21,000	21,804	804
Total	362,100	365,587	3,487
Income and franchise:			
Individual income	372,700	386,635	13,935
Corporation franchise	77,441	74,888	(2,553)
Unincorporated business	17,800	18,930	1,130
Total	467,941	480,453	12,512
Gross receipts:			
Public utility	72,500	76,232	3,732
Insurance companies	16,600	18,029	1,429
Financial institutions	3,700	4,188	488
Total	92,800	98,449	5,649
Other:			
Inheritance and estate	18,400	17,871	(529)
Recordation	22,000	21,677	(323)
Transfer	18,000	17,326	(674)
Total	58,400	56,874	(1,526)
Total taxes	1,386,266	1,398,812	12,546
Licenses and permits:			
Business licenses	12,382	12,617	235
Nonbusiness permits	16,536	17,721	1,185
Total	28,918	30,338	1,420
Fines and forfeits	23,426	23,343	(83)
Charges for services:			
Parking meters	7,800	7,958	158
Other	18,317	20,512	2,195
Total	26,117	28,470	2,353
Miscellaneous:			
Interest	11,590	7,495	(4,095)
Abandonments	1,297	1,835	538
Other	6,860	7,304	444
Total	19,747	16,634	(3,113)
Intergovernmental:			
Payment in lieu of taxes	417,222	417,222	—
Revenue sharing entitlements	17,932	17,932	—
Total	435,154	435,154	—
TOTAL REVENUES	**$1,919,628**	**1,932,751**	**13,123**

The accompanying notes are an integral part of this schedule.

Exhibit A-4

GENERAL FUND

SCHEDULE OF EXPENDITURES BY FUNCTION AND SUBFUNCTION

Year Ended September 30, 1984
With Comparative Totals for Year Ended September 30, 1983
($000s)

Function and Subfunction	Personal Services	Contractual Services	Supplies	Occupancy Costs	Miscellaneous	Totals 1984	Totals 1983
Governmental direction and support:							
Legislative	$ 4,765	288	100	135	1,290	6,578	6,493
Executive	6,331	972	77	157	520	8,057	14,447
Control and budget	10,333	3,972	396	756	21,705	37,162	17,967
Personnel	11,141	2,386	106	169	226	14,028	14,439
Elections	1,895	333	86	34	144	2,492	1,850
Total	34,465	7,951	765	1,251	23,885	68,317	55,196
Economic development and regulation:							
Planning and development	3,925	1,136	61	102	92	5,316	5,451
Housing and redevelopment	23,105	12,808	1,241	21,392	18,556	77,102	82,354
Economic regulation	18,780	1,655	172	555	917	22,079	14,845
Finance and revenue	14,222	1,041	179	250	402	16,094	15,665
Total	60,032	16,640	1,653	22,299	19,967	120,591	118,315
Public safety and justice:							
Police	305,278	2,766	2,853	2,658	2,027	315,582	296,460
Fire	110,274	1,307	907	1,328	466	114,282	99,779
Correction	68,700	3,505	12,083	6,934	25,805	117,027	99,963
Protection	1,221	90	47	36	92	1,486	1,488
Law	8,884	1,269	152	248	10,223	20,776	18,173
Judicial	34,391	13,403	431	528	2,216	50,969	46,315
Total	528,748	22,340	16,473	11,732	40,829	620,122	562,178
Public education system:							
Education	400,909	5,628	13,381	18,065	21,398	459,381	435,402
Culture	9,919	565	177	1,601	1,831	14,093	13,361
Total	410,828	6,193	13,558	19,666	23,229	473,474	448,763
Human support services:							
Health and welfare	159,381	20,342	6,784	15,615	468,666	670,788	603,979
Human relations	2,214	8,213	38	145	370	10,980	10,376
Employment security	62,035	2,244	296	2,355	31,426	98,356	81,502
Recreation	20,452	1,238	1,041	1,364	744	24,839	22,491
Total	244,082	32,037	8,159	19,479	501,206	804,963	718,348
Public works:							
Transportation	35,074	7,463	2,846	13,941	90,268	149,592	151,266
Environmental services	26,836	6,299	2,830	1,948	2,589	40,502	42,980
General services	23,237	12,530	5,244	9,737	870	51,618	55,981
Total	85,147	26,292	10,920	25,626	93,727	241,712	250,227
Future employee benefits	(204,517)	—	—	—	—	(204,517)	(165,259)
Debt service	—	—	—	—	164,104	164,104	153,217
Total	**$1,158,785**	**111,453**	**51,528**	**100,053**	**866,947**	**2,288,766**	**2,140,985**

The accompanying notes are an integral part of this schedule.

Exhibit A-5

GENERAL FUND

SCHEDULE OF BALANCE SHEET ACCOUNTS

September 30, 1984 and 1983
($000s)

	1984	1983
ASSETS		
Current Assets:		
Receivables:		
Taxes	$101,654	101,352
Accounts	14,635	33,100
Total	$116,289	134,452
LIABILITIES		
Current Liabilities:		
Accounts payable:		
Federal Bureau of Prisons	$ 9,916	24,843
Saint Elizabeths Hospital	15,144	2,228
Transit Authority	—	2,358
Other payables	80,205	64,189
Total	$105,265	93,618
Compensation liabilities:		
Salaries and wages	$ 50,326	38,972
Employee benefits	2,464	6,424
Income taxes	5,287	7,187
Vacation leave	17,087	39,884
Other deductions	499	1,741
Total	$ 75,663	94,208
Accrued liabilities:		
Claims, judgments and disallowances	$ 33,500	21,000
Tax overcollections	34,446	33,866
Other accruals	29,390	39,000
Total	$ 97,336	93,866
Deferred revenues:		
Property taxes	$126,000	107,765
Federal grants	1,697	7,404
Other deferrals	12,636	12,048
Total	$140,333	127,217

The accompanying notes are an integral part of this schedule.

CAPITAL PROJECTS FUND

To account for the purchase or construction of fixed assets which are wholly or partly financed by Federal capital grants or general obligation notes. The Capital Projects Fund is not used to account for the acquisition of general fixed assets which are financed wholly from revenues of the General Fund. Such items are accounted for as current expenditures of that Fund.

Fixed assets are capitalized in the General Fixed Assets Account Group or in the proprietary fund to which they apply. Expenditures for items which are below the minimum cost or life of a fixed asset unit are not capitalized.

Exhibit B-1

CAPITAL PROJECTS FUND

COMPARATIVE BALANCE SHEET

September 30, 1984 and 1983
($000s)

	1984	1983
ASSETS		
Current Assets:		
Cash	$ 56,476	94,204
Due from Federal government (note 2)	26,775	20,393
Inventory	1,552	1,552
Other current assets	118	97
Total assets	**$ 84,921**	**116,246**
LIABILITIES AND FUND BALANCE		
Current Liabilities:		
Accounts payable	$ 21,604	39,536
Deferred revenues	8,517	13,113
Total liabilities	**30,121**	**52,649**
Commitments and Contingent Liabilities (Notes 13 and 14)		
Fund Balance:		
Reserved for encumbrances	54,800	63,597
Total liabilities and fund balance	**$ 84,921**	**116,246**

The accompanying notes are an integral part of this statement.

Exhibit B-2

CAPITAL PROJECTS FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Years Ended September 30, 1984 and 1983
($000s)

	1984	1983
Revenues:		
Intergovernmental (note 12)	$ 46,223	42,727
Expenditures:		
Capital outlays:		
General fixed assets	145,789	152,903
Proprietary fixed assets	5,966	16,911
Total expenditures	151,755	169,814
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(105,532)	(127,087)
Other Financing Sources:		
Proceeds of general obligation notes	85,000	113,000
Operating transfers in:		
General Fund	11,735	—
Total other financing sources	96,735	113,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES	**(8,797)**	**(14,087)**
Fund Balance at Beginning of Year	**63,597**	**77,684**
Fund Balance at End of Year	**$ 54,800**	**63,597**

The accompanying notes are an integral part of this statement.

Exhibit B-3

CAPITAL PROJECTS FUND

SCHEDULE OF CONSTRUCTION IN PROGRESS

September 30, 1984
($000s)

Function	Project	Author-izations	Expenditures: Prior Years	Expenditures: Current Year	Expenditures: Total	Unexpended Balances	Interest Capitalized
GENERAL							
Economic development	Various	$ 2,322	207	1,703	1,910	412	138
Public safety	Lorton improvements	11,396	—	4,426	4,426	6,970	271
	Lorton maximum security	9,740	—	739	739	9,001	45
	Lorton youth center #2	7,387	698	1,473	2,171	5,216	213
	Lorton training academy	5,191	—	1,861	1,861	3,330	114
	7th district police station	7,688	—	51	51	7,637	3
	Engine company 12 fire station	3,903	—	32	32	3,871	2
	South Capital St. fire station	3,350	177	38	215	3,135	34
	Police and fire harbor unit	2,297	110	104	214	2,083	28
	Various	3,589	519	570	1,089	2,500	145
	Total	54,541	1,504	9,294	10,798	43,743	855
Public education	Eastern high school	21,444	5,243	5,448	10,691	10,753	1,589
	Coolidge high school	11,000	989	4,306	5,295	5,705	539
	Prevocational center	10,517	—	541	541	9,976	33
	Ellington school	6,310	467	2,423	2,890	3,420	245
	McKinley high school	3,225	150	1,165	1,315	1,910	98
	Various	5,394	743	2,344	3,087	2,307	273
	Total	57,890	7,592	16,227	23,819	34,071	2,777
Human services	Camp site facility	2,926	326	849	1,175	1,751	56
	Various	4,508	925	1,734	2,659	1,849	241
	Total	7,434	1,251	2,583	3,834	3,600	297
Public works	Municipal office building	40,008	5,342	15,853	21,195	18,813	1,682
	Vehicle maintenance facility	13,970	4	8	12	13,958	1
	Storm sewers	7,780	187	1,599	1,786	5,994	151
	Modernization of buildings	6,667	809	1,480	2,289	4,378	242
	Incinerator	5,055	654	1,123	1,777	3,278	184
	Various	1,329	24	22	46	1,283	10
	Total	74,809	7,020	20,085	27,105	47,704	2,270
	Total general	**$196,966**	**17,574**	**49,892**	**67,466**	**129,530**	**6,337**
PROPRIETARY							
Water and sewer	Crosstown water main	$ 58,025	21,634	10,826	32,460	25,565	5,357
	Blue Plains water pollution	36,992	210	3,167	3,377	33,615	241
	Sewer rehabilitation	4,699	1,668	1,569	3,237	1,462	471
	Little Seneca Lake project	2,499	929	1,570	2,499	—	211
	Various	5,259	61	27	88	5,171	17
	Total	107,474	24,502	17,159	41,661	65,813	6,297
General hospital	Critical care unit	14,154	776	310	1,086	13,068	66
	Total proprietary	**$121,628**	**25,278**	**17,469**	**42,747**	**78,881**	**6,363**

The accompanying notes are an integral part of this schedule.

ENTERPRISE FUNDS

To account for activities that are financed and operated in a manner similar to private business enterprises where the costs (including depreciation) of providing goods or services primarily or solely to the general public on a continuing basis are or could be financed or recovered primarily through user charges.

The **Water and Sewer Fund** is used to account for the provision of water and sewer services to residents of the District. All activities necessary to provide such services are accounted for in this Fund, including administration, operations, maintenance, debt service, billing and collecting. Depreciation on fixed assets acquired through Federal capital grants is charged to Contributed Capital.

The **General Hospital Fund** is used to account for the costs of providing medical and surgical treatment to sick and injured residents by the District of Columbia General Hospital. The Hospital is governed by eleven Commissioners appointed by the Mayor with the consent of the Council.

The **Starplex Fund** is used to account for maintaining and operating the District of Columbia National Guard Armory to provide facilities for the quartering and training of the National Guard and for major athletic events, conventions, concerts and other activities; and for maintaining and operating the Robert F. Kennedy Memorial Stadium for athletic and other events. The Armory and Stadium are governed by a three member Armory Board, two of whose members are appointed by the Mayor with the consent of the Council.

The **Convention Center Fund** is used to account for maintaining and operating the Washington Convention Center for local public shows and exhibitions, civic and community events and gatherings, athletic and cultural events, entertainment and other activities. The Convention Center is governed by five Directors appointed by the Mayor with the consent of the Council.

The **Lottery and Games Fund** is used to account for revenues from lotteries and daily numbers games operated by the District of Columbia and from licenses to conduct bingo games and raffles, and related prizes, expenses and capital outlays. Gambling activities are administered by a Lottery and Charitable Games Control Board consisting of five members appointed by the Mayor with the consent of the Council. All moneys made available to the Lottery and Games Fund by the General Fund must be derived from non-Federal revenues.

The **University Fund** is used to account for the resources received and used by the University of the District of Columbia which is a land-grant institution offering higher education to the general public. The University is governed by a Board of Trustees. Eleven members of the Board are appointed by the Mayor with the consent of the Council, one member is a full-time student, and three members are appointed by the alumni associations. Depreciation on fixed assets is charged to Contributed Capital.

Exhibit C-1

ENTERPRISE FUNDS

COMBINING BALANCE SHEET

September 30, 1984
With Comparative Totals for September 30, 1983
($000s)

	Water and Sewer	General Hospital	Starplex	Convention Center	Lottery and Games	University	Totals 1984	Totals 1983
ASSETS								
Current Assets:								
Cash and investments	$ 71	20,476	2,698	500	1,199	20,712	45,656	32,314
Receivables (net of allowances for uncollectibles)	42,333	8,047	201	637	1,433	1,119	53,770	56,302
Due from Federal government (note 2)	3,264	76	—	—	—	2,410	5,750	3,389
Inventory	4,363	1,579	—	—	414	82	6,438	6,655
Other current assets	—	—	414	256	—	3,145	3,815	4,369
Total current assets	50,031	30,178	3,313	1,393	3,046	27,468	115,429	103,029
Long Term Assets:								
Due from other governments	19,977	—	—	—	—	—	19,977	24,300
Fixed Assets (Note 5):								
Property and equipment	546,772	64,558	24,490	115,433	751	113,227	865,231	816,186
Less - accumulated depreciation	115,992	25,454	11,597	3,658	121	29,701	186,523	167,530
Net fixed assets	430,780	39,104	12,893	111,775	630	83,526	678,708	648,656
Total assets	**$500,788**	**69,282**	**16,206**	**113,168**	**3,676**	**110,994**	**814,114**	**775,985**
LIABILITIES AND FUND EQUITY								
Current Liabilities:								
Accounts payable	$ 18,431	11,121	1,474	331	1,092	1,892	34,341	34,879
Compensation liabilities	3,386	6,372	186	155	176	6,267	16,542	13,742
Due to Federal government (note 2)	34,039	—	—	—	—	—	34,039	29,791
Due to other funds (note 3)	38,000	—	—	—	—	—	38,000	31,015
Deferred revenues	897	1	—	290	9	3,013	4,210	7,506
Other current liabilities	500	—	28	—	1,262	3,210	5,000	1,630
Total current liabilities	95,253	17,494	1,688	776	2,539	14,382	132,132	118,563
Long Term Liabilities:								
Due to Federal government (note 2)	254,869	—	—	—	—	—	254,869	229,026
Other long term liabilities (note 6)	—	—	—	—	—	272	272	323
Total long term liabilities	254,869	—	—	—	—	272	255,141	229,349
Total liabilities	**350,122**	**17,494**	**1,688**	**776**	**2,539**	**14,654**	**387,273**	**347,912**
Commitments and Contingent Liabilities (Notes 13 and 14)								
Fund Equity:								
Contributed capital (note 5)	208,687	62,279	15,715	91,146	—	83,253	461,080	457,065
Retained earnings (deficit) since October 1, 1978	(58,021)	(10,491)	(1,197)	21,246	1,137	13,087	(34,239)	(28,992)
Total fund equity	**150,666**	**51,788**	**14,518**	**112,392**	**1,137**	**96,340**	**426,841**	**428,073**
Total liabilities and fund equity	**$500,788**	**69,282**	**16,206**	**113,168**	**3,676**	**110,994**	**814,114**	**775,985**

The accompanying notes are an integral part of this statement.

Exhibit C-2

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

Year Ended September 30, 1984
With Comparative Totals for September 30, 1983
($000s)

	Water and Sewer	General Hospital	Starplex	Convention Center	Lottery and Games	University	Totals 1984	Totals 1983
Operating Revenues:								
Charges for services	$117,788	47,252	5,562	3,922	36,120	5,685	216,329	170,693
Operating Expenses:								
Personal services	29,001	62,440	2,177	3,511	1,700	58,538	157,367	142,305
Contractual services	43,400	8,410	611	3,200	8,618	5,130	69,369	52,768
Supplies	14,180	11,087	116	416	54	864	26,717	25,749
Occupancy costs	11,471	5,148	1,418	1,567	461	7,163	27,228	26,956
Depreciation	8,811	2,944	746	2,142	84	3,816	18,543	17,801
Miscellaneous	1,244	—	87	692	357	8,329	10,709	17,785
Total operating expenses	108,107	90,029	5,155	11,528	11,274	83,840	309,933	283,364
OPERATING INCOME (LOSS)	9,681	(42,777)	407	(7,606)	24,846	(78,155)	(93,604)	(112,671)
Nonoperating Revenues (Expenses):								
Intergovernmental	—	—	—	—	—	6,435	6,435	6,785
Interest	(15,907)	—	—	34	697	1,259	(13,917)	(12,683)
Miscellaneous	—	—	—	—	—	4,046	4,046	2,987
Total nonoperating revenues (expenses)	(15,907)	—	—	34	697	11,740	(3,436)	(2,911)
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(6,226)	(42,777)	407	(7,572)	25,543	(66,415)	(97,040)	(115,582)
Operating transfers in (out):								
General Fund	—	43,100	—	6,978	(25,278)	60,842	85,642	91,547
NET INCOME (LOSS)	**(6,226)**	**323**	**407**	**(594)**	**265**	**(5,573)**	**(11,398)**	**(24,035)**
Depreciation closed to Contributed Capital	2,335	—	—	—	—	3,816	6,151	6,038
INCREASE (DECREASE) IN RETAINED EARNINGS	**(3,891)**	**323**	**407**	**(594)**	**265**	**(1,757)**	**(5,247)**	**(17,997)**
Retained Earnings (Deficit) at Beginning of Year	**(54,130)**	**(10,814)**	**(1,604)**	**21,840**	**872**	**14,844**	**(28,992)**	**(10,995)**
Retained Earnings (Deficit) at End of Year	**$ (58,021)**	**(10,491)**	**(1,197)**	**21,246**	**1,137**	**13,087**	**(34,239)**	**(28,992)**

The accompanying notes are an integral part of this statement.

Exhibit C-3

ENTERPRISE FUNDS

COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION

Year Ended September 30, 1984
With Comparative Totals for September 30, 1983
($000s)

	Water and Sewer	General Hospital	Starplex	Convention Center	Lottery and Games	University	Totals 1984	Totals 1983
Sources of Cash:								
Operations:								
Income (loss) before operating transfers	$ (6,226)	(42,777)	407	(7,572)	25,543	(66,415)	(97,040)	(115,582)
Item not requiring cash - Depreciation	8,811	2,944	746	2,142	84	3,816	18,543	17,801
Working capital provided (required)	2,585	(39,833)	1,153	(5,430)	25,627	(62,599)	(78,497)	(97,781)
Increase (decrease) in current liabilities:								
Accounts payable	2,090	(2,568)	(269)	(3)	76	136	(538)	5,832
Compensation liabilities	266	386	19	93	32	2,004	2,800	(2,396)
Due to Federal government	4,248	—	—	—	—	—	4,248	3,312
Due to other funds	7,000	—	(15)	—	—	—	6,985	15,000
Deferred revenues	(642)	(2)	—	42	(3)	(2,691)	(3,296)	(2,509)
Other current liabilities	—	—	—	—	317	3,053	3,370	160
Decrease (increase) in current assets:								
Receivables	(9,187)	12,836	40	(380)	(964)	187	2,532	(2,972)
Due from Federal government	(2,112)	2	—	—	—	(251)	(2,361)	1,075
Inventory	(766)	1,148	—	—	(133)	(32)	217	(725)
Other current assets	—	—	(165)	251	—	468	554	568
Cash provided (required)	3,482	(28,031)	763	(5,427)	24,952	(59,725)	(63,986)	(80,436)
Other sources of cash:								
Disposals of long term assets	4,323	—	—	—	—	—	4,323	—
Disposals of fixed assets	18	(386)	40	54	—	—	(274)	8
Proceeds of long term liabilities	30,000	—	—	—	—	189	30,189	51,471
Contributions of capital	1,980	2,887	—	1,626	—	3,673	10,166	56,006
Operating transfers in	—	43,100	—	6,978	—	60,842	110,920	103,551
Total sources of cash	39,803	17,570	803	3,231	24,952	4,979	91,338	130,600
Uses of Cash:								
Acquisition of long term assets	—	—	—	—	—	—	—	24,300
Acquisition of fixed assets	35,902	5,143	265	3,231	157	3,623	48,321	92,357
Payment of long term liabilities	4,157	—	—	—	—	240	4,397	4,052
Operating transfers out	—	—	—	—	25,278	—	25,278	12,004
Total uses of cash	40,059	5,143	265	3,231	25,435	3,863	77,996	132,713
INCREASE (DECREASE) IN CASH AND INVESTMENTS	(256)	12,427	538	—	(483)	1,116	13,342	(2,113)
Cash and Investments at Beginning of Year	327	8,049	2,160	500	1,682	19,596	32,314	34,427
Cash and Investments at End of Year	$ 71	20,476	2,698	500	1,199	20,712	45,656	32,314

The accompanying notes are an integral part of this statement.

FIDUCIARY FUNDS

To account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. These funds are classified as Expendable Trust Funds (Unemployment Compensation and Housing Finance), Pension Trust Funds and Agency Funds.

The **Unemployment Compensation Trust Fund** is used to account for the accumulation of resources to be used for benefit payments to unemployed former employees of the District and Federal governments and private employers in the District. Resources are contributed by private employers at rates fixed by law and by the District and Federal governments on a reimbursable basis. The Fund is administered by an Unemployment Compensation Board composed of the Mayor and four members appointed by the Mayor. The administrative costs of the Board are accounted for in the General Fund.

The **Housing Finance Trust Fund** is used to account for cash received from public and private sources to be used for increasing the supply and lowering the cost of money available for residential mortgages and construction loans in order to help alleviate the shortage of adequate housing. Mortgage lenders and the Fund make mortgage, construction and rehabilitation loans for single and multifamily rental and home ownership units designed to expand available housing opportunities, achieve neighborhood and fiscal stability, and effect residential economic diversity. The Fund is administered by a Housing Finance Agency Board of Directors comprised of nine members: three exofficio members and six public members appointed by the Mayor with the consent of the Council. The administrative costs of the Agency are accounted for in the Fund.

Pension Trust Funds are used to account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future for judges, police officers, fire fighters and public school teachers of the District. Resources are contributed by employees and by the District and Federal governments at amounts determined by an annual actuarial study and the Retirement Reform Act. The Pension Trust Funds are administered by an eleven member Retirement Board, three of whom are appointed by the Mayor, two by the Council and one each by active and retired police officers, fire fighters and teachers. The administrative costs of the Board are accounted for in the General Fund.

Agency Funds are used to account for refundable deposits required of various licensees, monies held in escrow and other assets held in custody by the District as an agent for individuals, private organizations, other governments or other funds.

Exhibit D-1

FIDUCIARY FUNDS

COMBINING BALANCE SHEET

September 30, 1984
With Comparative Totals for September 30, 1983
($000s)

	Trust			Agency	Totals	
	Expendable		Pension			
	Unemployment Compensation	Housing Finance			1984	1983
ASSETS						
Restricted Assets:						
Cash and investments	$ 21,569	73,523	468,321	48,844	612,257	437,170
Due from Federal government (note 2)	24,285	—	590,244	—	614,529	624,700
Due from other funds (note 3)	139	—	14,051	—	14,190	12,614
Due from others (net of allowances for uncollectibles)	13,504	27,166	2,335	12,099	55,104	43,121
Other restricted assets	—	1,762	—	—	1,762	942
Total assets	**$ 59,497**	**102,451**	**1,074,951**	**60,943**	**1,297,842**	**1,118,547**
LIABILITIES AND FUND BALANCES						
Long Term Liabilities:						
Advance from other funds (note 3)	$ —	3,154	—	—	3,154	2,112
Liabilities Payable From Restricted Assets:						
Due to Federal government (note 2)	43,810	—	—	—	43,810	64,323
Due to other funds (note 3)	—	—	—	—	—	99
Due to others	2,577	98,980	14,596	60,943	177,096	94,073
Total restricted liabilities	46,387	98,980	14,596	60,943	220,906	158,495
Total liabilities	**46,387**	**102,134**	**14,596**	**60,943**	**224,060**	**160,607**
Commitments and Contingent Liabilities (Notes 13 and 14)						
Fund Balances:						
Reserved for net restricted assets	13,110	3,471	1,060,355	—	1,076,936	960,052
Unreserved (deficit)	—	(3,154)	—	—	(3,154)	(2,112)
Total fund balances	**13,110**	**317**	**1,060,355**	**—**	**1,073,782**	**957,940**
Total liabilities and fund balances	**$ 59,497**	**102,451**	**1,074,951**	**60,943**	**1,297,842**	**1,118,547**

The accompanying notes are an integral part of this statement.

Exhibit D-2

EXPENDABLE TRUST FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended September 30, 1984
With Comparative Totals for Year Ended September 30, 1983
($000s)

	Unemployment Compensation	Housing Finance	Totals 1984	Totals 1983
Revenues:				
Benefit contributions	$127,948	—	127,948	132,203
Miscellaneous	—	8,968	8,968	2,156
Total revenues	127,948	8,968	136,916	134,359
Expenditures:				
Current:				
Benefit payments	86,473	—	86,473	128,358
Miscellaneous	—	9,478	9,478	2,689
Total expenditures	86,473	9,478	95,951	131,047
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	41,475	(510)	40,965	3,312
Other Financing Sources:				
Operating transfers in:				
General Fund	—	1,187	1,187	746
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	41,475	677	42,152	4,058
Fund Balances (Deficit) at Beginning of Year	(28,365)	(360)	(28,725)	(32,783)
Fund Balances (Deficit) at End of Year	$ 13,110	317	13,427	(28,725)

The accompanying notes are an integral part of this statement.

Exhibit D-3

PENSION TRUST FUNDS

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES

Years Ended September 30, 1984 and 1983 ($000s)

	1984	1983
Operating Revenues:		
Benefit contributions	$ 198,535	165,481
Miscellaneous	38,103	93,558
Total operating revenues	236,638	259,039
Operating Expenses:		
Benefit payments	161,153	153,923
INCOME BEFORE OPERATING TRANSFERS	75,485	105,116
Operating transfers in (out):		
General Fund	(1,795)	(1,417)
NET INCOME	**73,690**	**103,699**
Fund Balances at Beginning of Year	**986,665**	**882,966**
Fund Balances at End of Year	**$1,060,355**	**986,665**

The accompanying notes are an integral part of this statement.

Exhibit D-4

PENSION TRUST FUNDS

COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION

Years Ended September 30, 1984 and 1983
($000s)

	1984	1983
Sources of Cash:		
Operations:		
Income before operating transfers	$ 75,485	105,116
Increase (decrease) in restricted liabilities:		
Due to others	625	1,179
Decrease (increase) in restricted assets:		
Due from Federal government	13,456	12,576
Due from other funds	(1,437)	(1,060)
Due from others	(156)	(244)
Total sources of cash	87,973	117,567
Uses of Cash:		
Operating transfers out	1,795	1,417
INCREASE IN CASH AND INVESTMENTS	**86,178**	**116,150**
Cash and Investments at Beginning of Year	**382,143**	**265,993**
Cash and Investments at End of Year	**$468,321**	**382,143**

The accompanying notes are an integral part of this statement.

Exhibit D-5

AGENCY FUNDS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

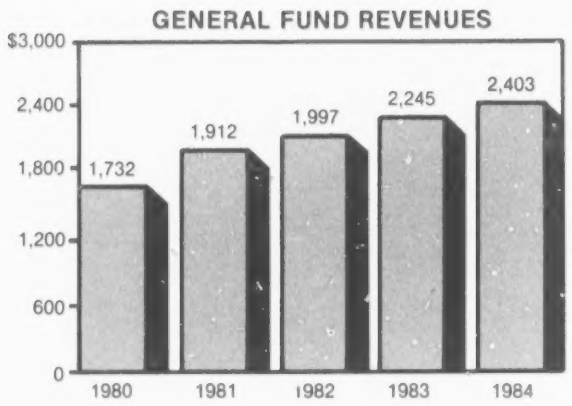
Year Ended September 30, 1984
($000s)

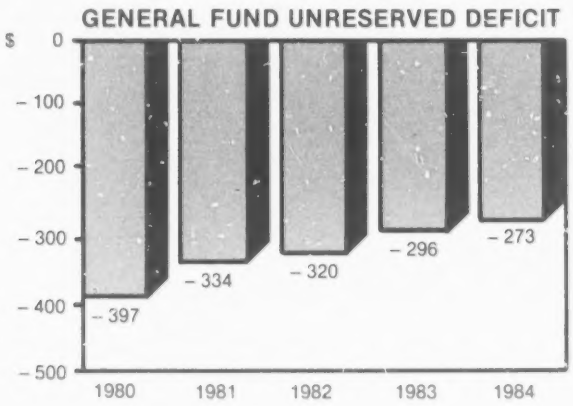
	Balance October 1, 1983	Additions	Deductions	Balance September 30, 1984
ASSETS				
Restricted Assets:				
Cash and investments	$47,612	44,746	43,514	48,844
Due from others	12,355	52,236	52,492	12,099
Total assets	**$59,967**	**96,982**	**96,006**	**60,943**
LIABILITIES				
Liabilities Payable From Restricted Assets:				
Due to others	$59,967	96,982	96,006	60,943
Total liabilities	**$59,967**	**96,982**	**96,006**	**60,943**

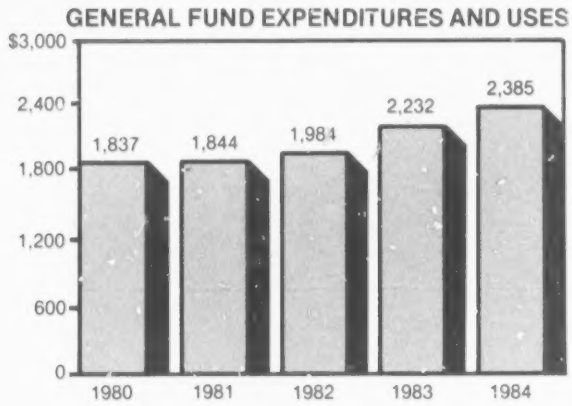
The accompanying notes are an integral part of this statement.

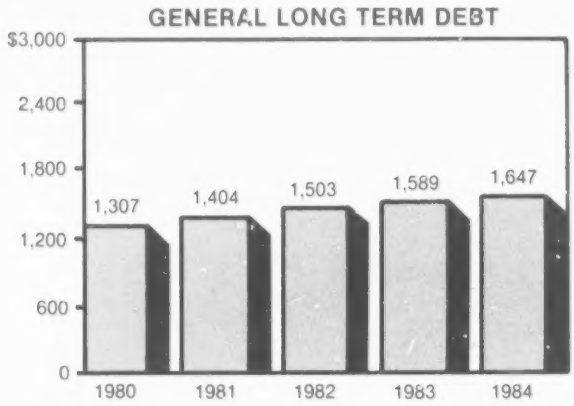
STATISTICAL SECTION

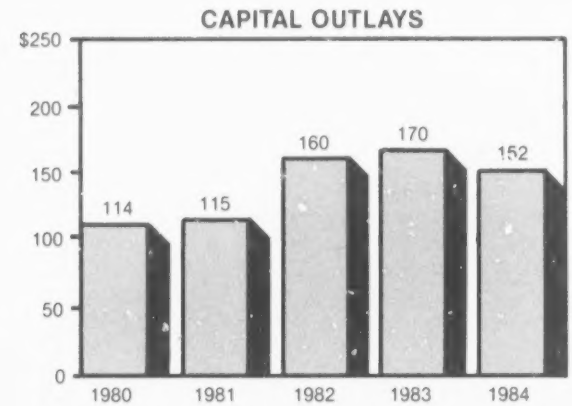
(In millions of dollars)

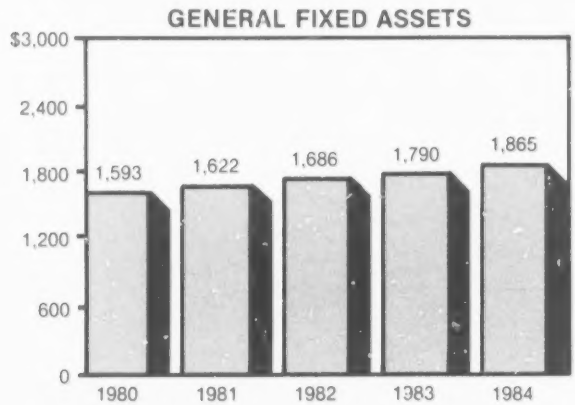








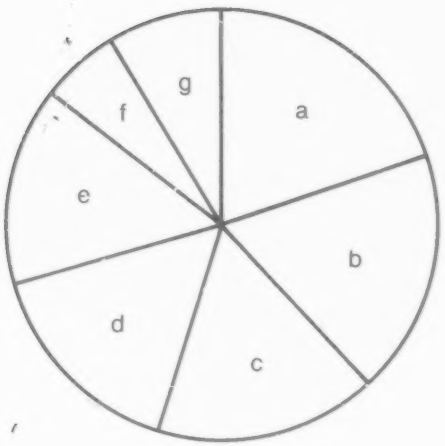




This section contains statistical tables which differ from financial statements because they usually cover more than two fiscal years and may present nonaccounting data. Statistical tables reflect social and economic data, financial trends and the fiscal capacity of the District.

OPERATING RATIOS

GENERAL FUND FOR 1984

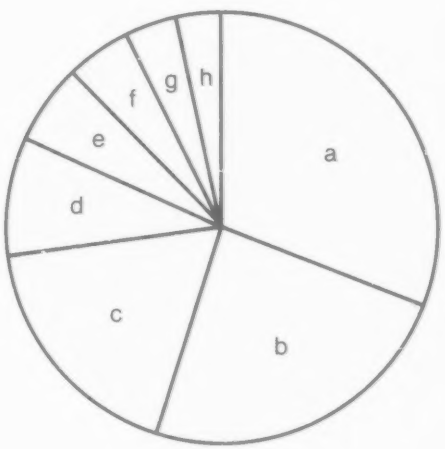


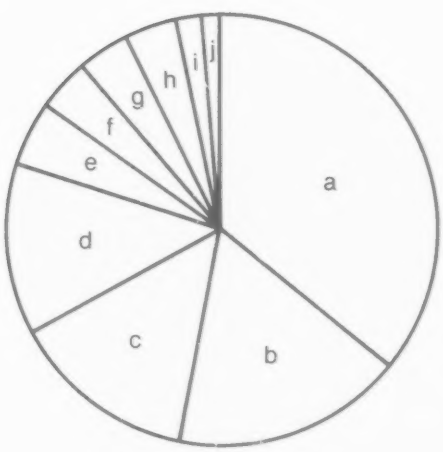
REVENUE DOLLAR BY SOURCE
Where the money came from

a. Income and franchise taxes	$ .20
b. Payment in lieu of taxes	.18
c. Property taxes	.17
d. Grants and entitlements	.16
e. Sales and use taxes	.15
f. Other taxes	.06
g. Miscellaneous	.08
	$1.00

EXPENDITURE DOLLAR BY FUNCTION
Where the money was spent

a. Human support services	$ .31
b. Public safety and justice	.24
c. Public education system	.18
d. Public works	.09
e. Debt service	.06
f. Economic development and regulation	.05
g. Operating transfers (net)	.04
h. Governmental direction and support	.03
	$1.00





EXPENDITURE DOLLAR BY OBJECT
What the money was spent on

a. Salaries and wages	$ .36
b. Employee benefits	.17
c. Public assistance	.14
d. Miscellaneous	.13
e. Interest	.05
f. Contractual services	.04
g. Occupancy costs	.04
h. Operating transfers (net)	.04
i. Supplies	.02
j. Principal debt payment	.01
	$1.00

Exhibit S-1

GENERAL FUND REVENUES BY SOURCE

Last Ten Fiscal Years
($000s)

Fiscal Year (1)	Taxes	Licenses and Permits	Fines and Forfeits	Charges for Services	Miscellaneous	Total District	Intergovernmental	Total
1975	$ 528,082	19,754	9,043	13,152	6,126	576,157	257,169	833,326
1976	600,708	23,352	12,219	13,772	1,824	651,875	275,604	927,479
Transition Quarter (2)	193,380	2,557	3,137	4,365	252	203,691	72,800	276,491
1977	714,022	29,848	12,725	17,537	10,297	784,429	304,447	1,088,876
1978	820,482	27,287	14,096	23,769	16,724	902,358	312,745	1,215,103
1979	799,014	29,224	16,281	23,545	18,200	886,264	672,567	1,558,831
1980	928,412	30,496	22,871	10,794	49,578	1,042,151	689,479	1,731,630
1981	1,078,830	29,245	23,478	73,418	28,944	1,233,915	678,404	1,912,319
1982	1,173,725	29,661	22,124	69,491	18,033	1,312,034	684,590	1,996,624
1983	1,295,927	29,728	22,658	122,239	20,465	1,491,017	753,730	2,244,747
1984	1,398,812	30,338	23,343	115,556	21,402	1,589,451	813,544	2,402,995

Notes:

(1) The amounts shown before 1979 were on the cash basis of accounting. The amounts shown for 1979 and thereafter were on the modified accrual basis of accounting.

(2) The fiscal year changed from June 30 to September 30 in 1976.

Exhibit S-2

GENERAL FUND EXPENDITURES AND USES BY FUNCTION

Last Ten Fiscal Years
($000s)

Fiscal Year (1)	Governmental Direction	Economic Development	Public Safety	Public Education	Human Services	Public Works	Future Employee Benefits	Debt Service	Financing Uses	Total
1975	$38,475	13,499	231,467	230,739	256,354	85,964	—	49,614	5,215	911,327
1976	42,066	13,856	249,107	251,836	291,440	118,692	—	63,376	3,185	1,033,558
Transition Quarter (2)	13,599	3,589	63,847	47,644	83,118	31,674	—	—	(1,083)	242,388
1977	49,447	14,445	267,837	276,962	305,810	119,958	—	80,839	1,777	1,117,075
1978	57,553	15,560	286,623	297,769	331,953	129,923	—	126,142	18,669	1,264,192
1979	64,888	91,106	310,787	317,329	532,587	118,985	—	113,359	9,435	1,558,476
1980	71,716	104,089	433,473	410,738	605,820	150,704	(156,057)	114,169	102,004	1,836,656
1981	75,509	96,807	450,526	397,944	645,192	153,868	(210,986)	123,772	111,387	1,844,019
1982	63,509	92,250	487,119	417,778	605,205	172,628	(101,181)	137,787	108,468	1,983,563
1983	55,196	118,315	562,178	448,763	718,348	250,227	(165,259)	153,217	90,876	2,231,861
1984	68,317	120,591	620,122	473,474	804,963	241,712	(204,517)	164,104	96,769	2,385,535

Notes:

(1) The amounts shown before 1979 were on the cash basis of accounting. The amounts shown for 1979 and thereafter were on the modified accrual basis of accounting.

(2) The fiscal year changed from June 30 to September 30 in 1976.

BEST COPY AVAILABLE

Exhibit S-3

REAL PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years
($000s)

Property Tax Year (1)	Tax Levy (2)	Current Tax Collections (3)	Percent of Levy Collected	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Collections	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Levy
1975	$130,072	126,419	97.2	4,069	130,488	100.3	$ 6,048	4.7
1976	135,995	131,833	96.9	4,195	136,028	100.0	6,630	4.9
1977	149,886	147,508	98.4	4,745	152,253	101.6	5,298	3.5
1978	156,108	150,471	96.4	6,206	156,677	100.4	4,022	2.6
1979	171,703	168,755	98.3	2,442	171,197	99.7	3,271	1.9
1980	184,715	180,962	98.0	2,695	183,657	99.4	8,537	4.6
1981	230,367	224,573	97.5	3,900	228,473	99.2	10,950	4.8
1982	281,137	274,898	97.8	4,217	279,115	99.3	8,856	3.2
1983	334,667	326,252	97.5	6,353	332,605	99.4	10,271	3.1
1984	346,839	340,990	98.3	5,249	346,239	99.8	12,903	3.7

Notes:

(1) Property tax year is from July 1 to June 30.

(2) This column reflects the original tax levies for the years indicated and excludes later increases or decreases resulting primarily from audits and judgments.

(3) This column includes overpayments which the District must refund, but excludes payments for penalties and interest.

Source: Department of Finance and Revenue.

Exhibit S-4

PERCENT OF FEDERAL PAYMENT TO REVENUES AND EXPENDITURES

Last Ten Fiscal Years
($000s)

Fiscal Year	Federal Payment	District Revenues (Exhibit S-1)	General Fund Expenditures (1) (Exhibit S-2)	Percent of Federal Payment to	
				District Revenues	General Fund Expenditures
1975	$226,200	576,157	856,498	39.3	26.4
1976	248,948	651,875	966,997	38.2	25.7
Transition Quarter (2)	67,560	203,691	243,441	33.2	27.7
1977	276,650	784,429	1,034,459	35.3	26.7
1978	276,000	902,358	1,119,381	30.6	24.7
1979	262,465	886,264	1,435,682	29.6	18.3
1980	276,500	1,042,151	1,722,487	26.5	16.1
1981	304,684	1,233,915	1,720,247	24.7	17.7
1982	336,600	1,312,034	1,845,776	25.7	18.2
1983	364,143	1,491,107	2,078,644	24.4	17.5
1984	417,222	1,589,451	2,221,431	26.3	18.8

Notes:

(1) Excludes debt service.

(2) The fiscal year changed from June 30 to September 30 in 1976.

Exhibit S-5

MAJOR TAX RATES

Last Ten Fiscal Years

Fiscal Year	Property				Sales and Use						Income (7)	
	Real (1)			Personal	General	Selective						
	Residential		Commercial			Alcoholic Beverages						
	Owner-Occupied	Tenant-Occupied		(2)	(3)	Spirits (4)	Beer (5)	Cigarette (6)	Motor Fuel (4)	Motor Vehicle (3)	Individual	Business
1975	$1.83	1.83	1.83	2.40	.05	2.00	2.25	.06	.080	.05	.02-.10	.120
1976								.10	.100	.04-.07	.02-.11	.099
1977				2.82				.13				
1978	1.54	1.54				1.50						
1979												
1980	1.22		2.13	3.10	.06				.110			
1981									.130			
1982									.140			
1983									.148	.06-.07		
1984									.155			

Notes:

(1) Per $100 assessed value. In 1976, assessed value was increased to 100% from approximately 55% of estimated actual value, with an offsetting reduction in tax rates in 1978.

(2) Per $100 assessed value. (3) Per sales dollar. (4) Per gallon. (5) Per barrel. (6) Per pack. (7) Per dollar of taxable income.

Source: Department of Finance and Revenue.

Exhibit S-6

PERCENT OF DEBT TO ASSESSED VALUE AND DEBT PER CAPITA

Last Ten Fiscal Years
($000s)

Property Tax Year (1)	Population (2)	Debt to Federal Government (3)	Assessed Value	Percent of Debt to Assessed Value	Debt per Capita (4)
1975	712,000	$ 843,000	7,100,000	11.9	$1,184
1976	700,000	1,086,927	7,400,000	14.7	1,552
1977	685,000	1,139,539	8,189,000	13.9	1,664
1978	674,000	1,204,431	9,125,000	13.2	1,787
1979	656,000	1,246,642	10,638,000	11.7	1,900
1980	638,333	1,307,013	11,594,000	11.3	2,048
1981	632,000	1,403,744	13,965,000	10.1	2,221
1982	626,000	1,502,825	18,000,000	8.3	2,401
1983	623,000	1,589,485	20,094,000	7.9	2,551
1984	623,000	1,646,633	20,724,100	8.0	2,643

Notes:

(1) Property tax year is from July 1 to June 30.

(2) Federal Bureau of the Census.

(3) Debt to Federal government was determined as of June 30 before 1976 and as of September 30 for 1976 and thereafter. Amounts exclude Water and Sewer Fund debt. There are no revenue bonds in the District of Columbia.

(4) There is no overlapping government debt in the District of Columbia. There are no special assessments in the District of Columbia.

Exhibit S-7

COMPUTATION OF LEGAL DEBT LIMITATION

September 30, 1984 and 1983
($000s)

	1984	1983
Revenue Base:		
General Fund	$2,000,729	1,864,021
Water and Sewer Fund	117,788	89,683
Total	**2,118,517**	**1,953,704**
Less- Court fees	3,924	3,823
Benefit contributions	—	(332)
Net	**$2,114,593**	**1,950,213**
Debt Service	$ 183,852	171,293
Percent of Debt Service to Revenue Base	8.7	8.8
Debt Service Percent Limitation (1)	14.0	14.0

Note:

(1) A capital projects debt service ceiling of 14% of annual net District revenues anticipated for the year in which a loan is to be made, or bonds issued, is imposed by the District of Columbia Self-Government and Governmental Reorganization Act on borrowing from the Federal government and by issuing general obligation bonds to others.

Exhibit S-8

PERCENT OF DEBT SERVICE TO GENERAL FUND EXPENDITURES

Last Ten Fiscal Years
($000s)

Fiscal Year	Debt Service			General Fund Expenditures (Exhibit S-2)	Percent of Debt Service to General Fund Expenditures
	Principal	Interest	Total		
1975	$ 8,717	40,350	49,067	911,327	5.4
1976	11,605	51,771	63,376	1,033,558	6.1
Transition Quarter (1)	—	—	—	242,388	—
1977	13,029	67,810	80,839	1,117,075	7.2
1978	23,410	102,734	126,144	1,264,192	10.0
1979	18,593	94,766	113,359	1,558,476	7.3
1980	21,643	92,526	114,169	1,836,656	6.2
1981	22,729	101,043	123,772	1,844,019	6.7
1982	25,419	112,368	137,787	1,983,563	6.9
1983	26,340	126,877	153,217	2,231,861	6.9
1984	27,852	136,252	164,104	2,385,535	6.9

Note:

(1) The fiscal year changed from June 30 to September 30 in 1976.

Exhibit S-9

TEN HIGHEST ASSESSED VALUES FOR COMMERCIAL PROPERTIES

June 30, 1984
($000s)

Squares	Lots	Building	Land	Improvements	Total
254	832	National Place	$47,686	82,334	130,020
106	49	International Square	44,973	59,051	104,024
387,435	866-868,61	L'Enfant Plaza	16,344	72,918	89,262
163	55	Washington Square	30,685	53,384	84,069
2,132	32	Sheraton Washington Hotel	16,153	66,447	82,600
493	805-808	Federal Plaza	13,749	47,786	61,535
8	807, 808, 811	Watergate	11,314	43,914	55,228
291	37	1201 Pennsylvania Avenue, N.W.	20,361	33,639	54,000
197	82	Washington Post Newspaper	40,380	12,064	52,444
2535	828	Washington Hilton Hotel	10,144	40,856	51,000

Source: Department of Finance and Revenue.

Exhibit S-10

TEN HIGHEST ASSESSED VALUES FOR RESIDENTIAL PROPERTIES

June 30, 1984
($000s)

Squares	Lots	Location	Land	Improvements	Total
2245	800	4155 Linnean Avenue, N.W.	$ 1,384	5,001	6,385
1320	802	3905 Reservoir Road, N.W.	5,220	216	5,436
1346	3, 4, 801-803	1801 Foxhall Road, N.W.	5,206	124	5,330
1409	1	2816 Battery Place, N.W.	1,070	2,992	4,062
1341	856, 858, 859, 861	2209 Foxhall Road, N.W.	3,065	665	3,730
1346	816, 817	2101 Foxhall Road, N.W.	3,277	153	3,430
1292	836	3608 Reservoir Road, N.W.	2,918	124	3,042
1341	857	2401 Foxhall Road, N.W.	1,890	705	2,595
1282	876	1611 31st Street, N.W.	1,053	1,151	2,204
1464	1, 40-42, 801, 803-813, 821, 822, 829	50th & Massachusetts, N.W.	1,566	319	1,885

Source: Department of Finance and Revenue.

Exhibit S-11

TEN HIGHEST ASSESSED VALUES FOR TAX EXEMPT PROPERTIES

June 30, 1983
($000s)

Property (1)	Value
George Washington University and Medical Center	$308,213
Washington Hospital Center	186,476
Howard University and Hospital	179,420
Georgetown University and Hospital	127,981
Washington Cathedral (Episcopal)	92,125
Catholic University of America	80,928
American University	67,589
National Geographic Society	54,026
The National Shrine of the Immaculate Conception	39,748
National Academy of Sciences	39,634

Note:

(1) Excludes Federal government property.

Source: Department of Finance and Revenue.

Exhibit S-12

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Median Age (2)	Per Capita Income (3)
1975	712,000	28.4	$ 7,433
1976	700,000	28.9	8,044
1977	685,000	29.4	8,827
1978	674,000	30.0	9,589
1979	656,000	31.5	10,764
1980	638,000	31.0	12,296
1981	632,000	30.1	13,672
1982	626,000	30.6	14,550
1983	623,000	30.9	15,744
1984	623,000	(4)	(4)

Source: (1) Federal Bureau of the Census.

(2) Office of Planning.

(3) Bureau of Economic Analysis, Federal Department of Commerce.

(4) Not available.

Exhibit S-13

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

Last Eight Fiscal Years
($000s)

Fiscal Year (1)	Commercial Construction (2)		Residential Construction (2)		Bank Deposits (3)	Property Value (2)			
	Number of Units	Value	Number of Units	Value		Commercial	Residential	Total Taxable	Nontaxable
1977	43	$ 78,116	2,264	$48,007	4,165,801	3,155,000	5,034,000	8,189,000	9,461,000
1978	37	73,208	2,374	52,884	4,650,993	3,300,000	5,825,000	9,125,000	9,936,000
1979	57	190,462	1,871	60,190	5,092,065	3,815,000	6,823,000	10,638,000	10,601,000
1980	72	163,760	2,763	92,430	5,284,407	4,216,000	7,378,000	11,594,000	13,154,000
1981	56	180,747	1,172	30,002	5,781,615	4,981,000	8,984,000	13,965,000	13,407,000
1982	52	328,093	441	15,920	6,117,083	6,505,200	11,494,800	18,000,000	14,954,000
1983	93	497,614	608	38,072	7,329,039	8,038,700	12,055,300	20,094,000	20,062,000
1984	183	639,670	475	25,725	8,780,000	8,865,100	11,859,000	20,724,100	20,531,000

Source: (1) Data are not available before 1977.

(2) Department of Finance and Revenue.

(3) FDIC *Summary of Deposits* in all commercial banks as of June 30.

Exhibit S-14

DISTRIBUTION OF INDIVIDUAL INCOME TAXES

Years Ended December 31, 1983 and 1982

Income Levels	1983			1982		
	Percent of Total Taxes Paid	Number of Taxpayers	Percent of Taxpayers	Percent of Total Taxes Paid	Number of Taxpayers	Percent of Taxpayers
Under $5,000	.5	33,490	11.5	.5	34,993	12.2
$ 5,000 to 9,999	3.6	55,785	19.2	4.0	58,493	20.3
$10,000 to 14,999	8.8	57,585	19.8	9.8	59,524	20.7
$15,000 to 24,999	23.4	77,377	26.7	24.6	75,281	26.2
$25,000 to 49,999	35.4	52,495	18.1	33.2	47,533	16.5
$50,000 to 99,999	16.3	10,955	3.8	14.9	9,629	3.3
Over $100,000	12.0	2,537	.9	13.0	2,424	.8
Total	**100.0**	**290,224**	**100.0**	**100.0**	**287,877**	**100.0**

Source: Department of Finance and Revenue.

Exhibit S-15

GOVERNMENTAL AND EXPENDABLE TRUST FUNDS

SUMMARY OF CHANGES IN CASH AND INVESTMENTS

Years Ended September 30, 1984 and 1983
($000s)

	Governmental Fund Types		Fiduciary Fund Type	Totals	
	General	Capital Projects	Expendable Trust	1984	1983
Sources of Cash:					
Operations:					
Excess (deficiency) of revenues over (under) expenditures	$114,229	(105,532)	40,965	49,662	(20,013)
Items benefiting prior or future years -					
Capital outlays	—	151,755	—	151,755	169,814
Debt service principal	27,852	—	—	27,852	26,340
Working capital provided	142,081	46,223	40,965	229,269	176,141
Increase (decrease) in current/restricted liabilities:					
Accounts payable	(22,398)	(17,932)	—	(40,330)	(23,068)
Compensation liabilities	(18,544)	—	—	(18,544)	(5,828)
Due to Federal government	7,859	—	(20,513)	(12,654)	35,488
Due to other funds	(350)	—	(99)	(449)	(9,543)
Accrued liabilities	50,336	—	—	50,336	39,866
Deferred revenues	13,116	(4,596)	—	8,520	8,903
Other current liabilities	(18,044)	—	—	(18,044)	(8,208)
Due to others	—	—	81,422	81,422	(2,406)
Decrease (increase) in current/restricted assets:					
Receivables	18,163	—	—	18,163	(25,703)
Due from Federal government	(6,731)	(6,382)	(3,285)	(16,398)	(5,870)
Due from other funds	(4,960)	—	(139)	(5,099)	(4,397)
Inventory	629	—	—	629	(518)
Other current assets	(2,405)	(21)	—	(2,426)	542
Due from others	—	—	(12,083)	(12,083)	(16,922)
Other restricted assets	—	—	(820)	(820)	104
Cash provided	158,752	17,292	85,448	261,492	158,581
Other sources of cash:					
Disposals of long term assets	—	—	—	—	111
Proceeds of long term liabilities	—	85,000	1,042	86,042	113,000
Operating transfers in	27,073	11,735	1,187	39,995	14,167
Total sources of cash	185,825	114,027	87,677	387,529	285,859
Uses of Cash:					
Acquisition of long term assets	1,042	—	—	1,042	111
Acquisition of fixed assets	—	151,755	—	151,755	169,814
Payment of long term liabilities	27,852	—	—	27,852	26,340
Operating transfers out	123,842	—	—	123,842	104,297
Total uses of cash	152,736	151,755	—	304,491	300,562
INCREASE (DECREASE) IN CASH AND INVESTMENTS	**33,089**	**(37,728)**	**87,677**	**83,038**	**(14,703)**
Cash and Investments at Beginning of Year	**13,715**	**94,204**	**7,415**	**115,334**	**130,037**
Cash and Investments at End of Year	**$ 46,804**	**56,476**	**95,092**	**198,372**	**115,334**

Exhibit S-16

GOVERNMENTAL, EXPENDABLE TRUST AND PROPRIETARY FUNDS

SUMMARY OF FINANCIAL ACTIVITY

Years Ended September 30, 1984 and 1983
($000s)

	1984					1983		Difference	
	Gross Cost	Related Resources District	Related Resources Federal	Net Cost	% of Revenue	Net Cost	% of Revenue	Better or (Worse) Amount	Better or (Worse) %
General Revenues:									
Sovereign:									
Taxes		$1,398,812	—	1,398,812	73.3	$1,295,927	74.1	$ 102,885	7.9
Licenses and permits		30,338	—	30,338	1.6	29,728	1.7	610	2.1
Fines and forfeits		23,343	—	23,343	1.2	22,658	1.3	685	3.0
Miscelianeous:									
Interest		11,008	—	11,008	0.6	10,104	.6	904	8.9
Other		10,394	—	10,394	0.5	10,361	.6	33	0.3
Intergovernmental (unrestricted):									
Payment in lieu of taxes		—	417,222	417,222	21.9	364,143	20.8	53,079	14.6
Revenue sharing entitlements		—	17,932	17,932	0.9	16,789	.9	1,143	6.8
Total general revenues		1,473,895	435,154	1,909,049	100.0	1,749,710	100.0	159,339	9.1
Cost of Services:									
Governmental:									
Direction and interest	$ 202,774	870	114	201,790	10.6	142,595	8.1	(59,195)	(41.5)
Economic development	130,069	41,477	45,894	42,698	2.2	46,907	2.7	4,209	9.0
Public safety and justice	620,122	11,139	1,088	607,895	31.8	548,634	31.4	(59,261)	(10.8)
Education and libraries	473,474	2,578	39,028	431,868	22.6	406,955	23.3	(24,913)	(6.1)
Human services and recreation	891,436	150,344	289,026	453,078	23.7	427,983	24.5	(24,083)	(5.6)
Public works	241,712	46,064	3,240	192,408	10.1	206,626	11.8	14,218	6.9
Proprietary:									
Water and sewer	124,014	117,788	—	6,226	0.3	20,687	1.0	14,461	69.9
General hospital	90,029	47,252	—	42,777	2.2	39,170	2.2	(3,607)	(9.2)
Starplex	5,155	5,562	—	(407)	(.0)	(976)	(.1)	(569)	(58.3)
Convention center	11,528	3,956	—	7,572	0.4	6,553	.4	(1,019)	(5.6)
Lottery and games	11,274	36,817	—	(25,543)	(1.3)	(12,463)	(.7)	13,080	105.0
University	83,840	10,990	6,435	66,415	3.5	62,611	3.4	(3,804)	(6.1)
Net cost of services	2,885,427	474,837	384,825	2,025,765	106.1	1,895,282	108.0	(130,483)	(6.9)
CURRENT INCOME (LOSS)	(2,885,427)	1,948,732	819,979	(116,716)	(6.1)	(145,572)	(8.0)	28,856	19.8
Cost of Investing:									
Acquisition of long term assets	(4,323)	—	—	(4,323)	(0.2)	24,300	1.4	28,623	117.8
Acquisition of fixed assets	190,184	—	46,223	143,961	7.5	163,757	9.4	19,796	12.1
Payment of long term liabilities	32,249	—	115,189	(82,940)	(4.3)	(134,079)	(7.7)	(51,139)	(38.1)
Net cost of investing	218,110	—	161,412	56,698	3.0	53,978	3.1	(2,720)	(5.0)
FINANCIAL FLOW IN (OUT)	(3,103,537)	1,948,732	981,391	(173,414)	(9.1)	(199,550)	(11.1)	26,136	13.1
Costs Not Requiring Current Cash:									
Depreciation of fixed assets	18,543	—	—	18,543	1.0	17,801	.7	(742)	(4.2)
Future employee benefits	204,517	—	—	204,517	10.7	165,259	9.4	(39,258)	(23.8)
Total noncash costs	223,060	—	—	223,060	11.7	183,060	10.1	(40,000)	(21.9)
WORKING CAPITAL PROVIDED (REQUIRED)	$(2,880,477)	1,948,732	981,391	49,646	2.6	(16,490)	(1.0)	66,136	401.1
Decrease (increase) in noncash working capital				46,734	2.4	(326)	(.0)	47,060	14,435.6
INCREASE (DECREASE) IN CASH AND INVESTMENTS				**96,380**	**5.0**	**(16,816)**	**(1.0)**	**113,196**	**673.1**
Cash and Investments at Beginning of Year				147,648	7.8	164,464	9.4	(16,816)	10.2
Cash and Investments at End of Year				$ 244,028	12.8	$ 147,648	8.4	$ 96,380	65.3

Exhibit S-17

MISCELLANEOUS STATISTICS

September 30, 1984

Area (square miles):	
Federal and foreign governments	23.6
District government	2.4
Streets and alleys	15.2
Taxable base	20.7
Total area	61.9
Employees (authorized, permanent, full-time):	
Governmental direction	1,841
Economic development	794
Public safety and justice	9,304
Education and libraries	10,008
Human services and recreation	3,507
Public works	2,428
Total employees	27,882
Police Protection:	
Number of stations	13
Number of police officers	3,833
Crime index offenses	55,383
Fire Protection:	
Number of stations	33
Number of fire fighters	1,271
Transportation:	
Number of street lights	66,326
Number of traffic signalized intersections	1,260
Number of motor vehicle registrations (1/1-12/31)	310,016
Water:	
Number of consumers	113,618
Average daily consumption (in millions of gallons)	160
Miles of mains	1,286
Sewers:	
Miles of mains	1,800
Daily maximum capacity (in millions of gallons)	650
Economic:	
Taxable retail sales (in millions)	$4,355
Unemployment claims accepted	37,324
Unemployment claims rejected	12,615
Unemployment rate	8.6%
Recreation:	
Number of centers and playgrounds	134
Number of day camps	7
Number of outdoor swimming pools	34
Number of indoor swimming pools	11
Libraries:	
Number of main and branch buildings	21
Number of community and kiosk facilities	5
Number of volumes	1,343,144
Education:	
Number of public schools	185
Number of public school teachers	5,654
Number of public school students	89,491
Education level (in years of formal schooling)	12.7